



10-276

TO: Clearing Member Firms
Chief Financial Officers
Back Office Managers
Margin Managers

FROM: CME Clearing

SUBJECT: Performance Bond Requirements:

DATE: Wednesday, June 30, 2010

To receive advanced notification of Performance Bond (margin) changes, through our free automated mailing list, go to <http://www.cmegroup.com/newsletter/web2lead/web2sf-old.html> and subscribe to the Performance Bond Rates Advisory Notice listserver.

As per the normal review of market volatility to ensure adequate collateral coverage, the Chicago Mercantile Exchange Inc., Clearing House Risk Management staff approved the performance bond requirements for the following products listed below.

The rates will be effective after the close of business on **Thursday, July 01, 2010.**

Current rates as of:

Wednesday, June 30, 2010.

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Outright Rates								
NYMEX NATURAL GAS PRODUCTS - Outright Rates								
ANR LOUISIANA BASIS SWAP (ND)								
ND	Spec	Tier 1	Increase	USD	110	100	165	150
ND	Hedge/Member	Tier 1	Increase	USD	100	100	150	150
ND	Spec	Tier 2	Increase	USD	110	100	165	150
ND	Hedge/Member	Tier 2	Increase	USD	100	100	150	150
ANR OKLAHOMA (NE)								
NE	Spec	Tier 1	Increase	USD	440	400	550	500
NE	Hedge/Member	Tier 1	Increase	USD	400	400	500	500
NE	Spec	Tier 2	Increase	USD	165	150	275	250
NE	Hedge/Member	Tier 2	Increase	USD	150	150	250	250
NE	Spec	Tier 3	Increase	USD	165	150	275	250
NE	Hedge/Member	Tier 3	Increase	USD	150	150	250	250
ANR,LA NAT GAS INDEX SWAP (M6)								
M6	Spec		Increase	USD	1,210	1,100	1,650	1,500
M6	Hedge/Member		Increase	USD	1,100	1,100	1,500	1,500
CENTERPOINT BASIS SWAP (PW)								
PW	Spec	Tier 1	Increase	USD	440	400	550	500
PW	Hedge/Member	Tier 1	Increase	USD	400	400	500	500
PW	Spec	Tier 2	Increase	USD	440	400	550	500
PW	Hedge/Member	Tier 2	Increase	USD	400	400	500	500
COLUMBIA GULF NAT GAS INDEX SWAP (S9)								
S9	Spec		Increase	USD	1,375	1,250	1,650	1,500
S9	Hedge/Member		Increase	USD	1,250	1,250	1,500	1,500
COLUMBIA GULF MAIN NAT G INDEX SWP (L2)								
L2	Spec		Increase	USD	1,155	1,050	1,650	1,500
L2	Hedge/Member		Increase	USD	1,050	1,050	1,500	1,500
HENRY HUB SWING FUTURE (SN)								
SN	Spec		Increase	USD	1,650	1,500	2,200	2,000
SN	Hedge/Member		Increase	USD	1,500	1,500	2,000	2,000
NGPL STX BASIS (T5)								
T5	Spec		Increase	USD	110	100	165	150
T5	Hedge/Member		Increase	USD	100	100	150	150

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Outright Rates								
NORTHERN NATURAL GAS DEMAR BASIS SW (PE)								
PE	Spec	Tier 1	Increase	USD	550	500	660	600
PE	Hedge/Member	Tier 1	Increase	USD	500	500	600	600
PE	Spec	Tier 2	Increase	USD	275	250	385	350
PE	Hedge/Member	Tier 2	Increase	USD	250	250	350	350
PE	Spec	Tier 3	Increase	USD	275	250	385	350
PE	Hedge/Member	Tier 3	Increase	USD	250	250	350	350
ONEOK OKLAHOMA NAT GAS INDEX SWAP (C7)								
C7	Spec		Increase	USD	1,155	1,050	1,650	1,500
C7	Hedge/Member		Increase	USD	1,050	1,050	1,500	1,500
PERMIAN BASIS SWAP (PM)								
PM	Spec	Tier 1	Increase	USD	550	500	660	600
PM	Hedge/Member	Tier 1	Increase	USD	500	500	600	600
PM	Spec	Tier 2	Increase	USD	220	200	330	300
PM	Hedge/Member	Tier 2	Increase	USD	200	200	300	300
PM	Spec	Tier 3	Increase	USD	220	200	330	300
PM	Hedge/Member	Tier 3	Increase	USD	200	200	300	300
PM	Spec	Tier 4	Increase	USD	220	200	330	300
PM	Hedge/Member	Tier 4	Increase	USD	200	200	300	300
PM	Spec	Tier 5	Increase	USD	220	200	330	300
PM	Hedge/Member	Tier 5	Increase	USD	200	200	300	300
PGE&E CITYGATE (PC)								
PC	Spec	Tier 1	Increase	USD	550	500	660	600
PC	Hedge/Member	Tier 1	Increase	USD	500	500	600	600
PC	Spec	Tier 2	Increase	USD	330	300	440	400
PC	Hedge/Member	Tier 2	Increase	USD	300	300	400	400
PC	Spec	Tier 3	Increase	USD	275	250	385	350
PC	Hedge/Member	Tier 3	Increase	USD	250	250	350	350
SAN JUAN SWING SWAP (SJ)								
SJ	Spec		Increase	USD	2,200	2,000	2,750	2,500
SJ	Hedge/Member		Increase	USD	2,000	2,000	2,500	2,500
Sumas Basis Swap (NK)								
NK	Spec	Tier 1	Increase	USD	550	500	770	700
NK	Hedge/Member	Tier 1	Increase	USD	500	500	700	700
NK	Spec	Tier 2	Increase	USD	440	400	660	600
NK	Hedge/Member	Tier 2	Increase	USD	400	400	600	600
NK	Spec	Tier 3	Increase	USD	440	400	660	600
NK	Hedge/Member	Tier 3	Increase	USD	400	400	600	600

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Outright Rates								
TENNESSEE ZONE 0 BASIS SWAP (NQ)								
NQ	Spec	Tier 1	Increase	USD	110	100	165	150
NQ	Hedge/Member	Tier 1	Increase	USD	100	100	150	150
NQ	Spec	Tier 2	Increase	USD	110	100	165	150
NQ	Hedge/Member	Tier 2	Increase	USD	100	100	150	150
TEXAS GAS ZONE SL BASIS SWAP (TB)								
TB	Spec	Tier 1	Increase	USD	110	100	165	150
TB	Hedge/Member	Tier 1	Increase	USD	100	100	150	150
TB	Spec	Tier 2	Increase	USD	110	100	165	150
TB	Hedge/Member	Tier 2	Increase	USD	100	100	150	150
TRANSCO ZONE 2 NG BASIS (8F)								
8F	Spec	Tier 1	Increase	USD	110	100	165	150
8F	Hedge/Member	Tier 1	Increase	USD	100	100	150	150
8F	Spec	Tier 2	Increase	USD	110	100	165	150
8F	Hedge/Member	Tier 2	Increase	USD	100	100	150	150
TRANSCO ZONE 2 NAT GAS INDEX SWAP (L7)								
L7	Spec		Increase	USD	1,210	1,100	1,650	1,500
L7	Hedge/Member		Increase	USD	1,100	1,100	1,500	1,500
TRANSCO ZONE 4 NAT GAS INDEX SWAP (B2)								
B2	Spec		Increase	USD	1,100	1,000	1,650	1,500
B2	Hedge/Member		Increase	USD	1,000	1,000	1,500	1,500
TRANSCO ZONE4 BASIS SWAP (TR)								
TR	Spec	Tier 1	Increase	USD	110	100	165	150
TR	Hedge/Member	Tier 1	Increase	USD	100	100	150	150
TR	Spec	Tier 2	Increase	USD	110	100	165	150
TR	Hedge/Member	Tier 2	Increase	USD	100	100	150	150
TR	Spec	Tier 3	Increase	USD	110	100	165	150
TR	Hedge/Member	Tier 3	Increase	USD	100	100	150	150
TX GAS, ZONE SL NAT GAS INDEX SWAP (S7)								
S7	Spec		Increase	USD	1,210	1,100	1,650	1,500
S7	Hedge/Member		Increase	USD	1,100	1,100	1,500	1,500
VENTURA BASIS SWAP (PF)								
PF	Spec	Tier 1	Increase	USD	330	300	440	400
PF	Hedge/Member	Tier 1	Increase	USD	300	300	400	400
PF	Spec	Tier 2	Increase	USD	330	300	440	400
PF	Hedge/Member	Tier 2	Increase	USD	300	300	400	400
PF	Spec	Tier 3	Increase	USD	165	150	275	250
PF	Hedge/Member	Tier 3	Increase	USD	150	150	250	250

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Outright Rates								
VENTURA SWING SWAP (VS)								
VS	Spec		Increase	USD	2,200	2,000	2,750	2,500
VS	Hedge/Member		Increase	USD	2,000	2,000	2,500	2,500

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

Rate Type	Change	Ratio	Current Initial	Current Maintenance	New Initial	New Maintenance
Inter-commodity Spread Rates						
NYMEX CRUDE PRODUCTS - Inter-commodity Spread Rates						
LIGHT SWEET CRUDE OIL FUTURES (NY-CL, CS, WS) vs ARGUS PROPANE FAR EAST INDEX SWAP FUTURES (NY-7E - CME)						
Spread Credit Rate	New	+12:-1			50%	50%
LIGHT SWEET CRUDE OIL FUTURES (NY-CL, CS, WS) vs EUROPEAN PROPANE CIF ARA (ARGUS) SWAP FUTURES (NY-PS - CME)						
Spread Credit Rate	New	+12:-1			50%	50%
LIGHT SWEET CRUDE OIL FUTURES (NY-CL, CS, WS) vs SINGAPORE JET KEROSENE (PLATTS) SWAP FUTURES (NY-KS - CME)						
Spread Credit Rate	New	+1:-1			50%	50%
NYMEX PETROLEUM PRODUCTS - Inter-commodity Spread Rates						
LIGHT SWEET CRUDE OIL FUTURES (NY-CL, CS, WS) vs ARGUS PROPANE FAR EAST INDEX SWAP FUTURES (NY-7E - CME)						
Spread Credit Rate	New	+12:-1			50%	50%
LIGHT SWEET CRUDE OIL FUTURES (NY-CL, CS, WS) vs EUROPEAN PROPANE CIF ARA (ARGUS) SWAP FUTURES (NY-PS - CME)						
Spread Credit Rate	New	+12:-1			50%	50%
LIGHT SWEET CRUDE OIL FUTURES (NY-CL, CS, WS) vs SINGAPORE JET KEROSENE (PLATTS) SWAP FUTURES (NY-KS - CME)						
Spread Credit Rate	New	+1:-1			50%	50%