



10-354

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

FROM: CME Clearing

SUBJECT: Performance Bond Requirements:

DATE: Thursday, August 12, 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 **Friday, August 13, 2010.**

Current rates as of:

Thursday, August 12, 2010.

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Outright Rates								
NYMEX PETROLEUM PRODUCTS - Outright Rates								
EUROPE 1% FUEL OIL NWE CALSWAP (UF)								
UF	Spec		Increase	USD	22,000	20,000	25,300	23,000
UF	Hedge/Member		Increase	USD	20,000	20,000	23,000	23,000
EUROPE 1% FUEL OIL RDAM CALSWAP (UH)								
UH	Spec		Increase	USD	22,000	20,000	25,300	23,000
UH	Hedge/Member		Increase	USD	20,000	20,000	23,000	23,000
EUROPE JET KERO NWE CALSWAP (UJ)								
UJ	Spec		Increase	USD	38,500	35,000	41,800	38,000
UJ	Hedge/Member		Increase	USD	35,000	35,000	38,000	38,000
GASOIL 0.1 CIF MED SWAP (Z4)								
Z4	Spec		Decrease	USD	67,650	61,500	38,500	35,000
Z4	Hedge/Member		Decrease	USD	61,500	61,500	35,000	35,000
GULF COAST ULSD CALENDAR SWAP (LY)								
LY	Spec		Decrease	USD	4,950	4,500	4,400	4,000
LY	Hedge/Member		Decrease	USD	4,500	4,500	4,000	4,000
LA CARB DIESEL (OPIS) (LX)								
LX	Spec		Decrease	USD	6,050	5,500	5,225	4,750
LX	Hedge/Member		Decrease	USD	5,500	5,500	4,750	4,750
MIN EUR 1% FUEL OIL CRGO FOBNWE SWP (0B)								
0B	Spec		Increase	USD	2,200	2,000	2,530	2,300
0B	Hedge/Member		Increase	USD	2,000	2,000	2,300	2,300
MINI EURO 1% FUEL OIL FOBRDM SWP FT (T0)								
T0	Spec		Increase	USD	2,200	2,000	2,530	2,300
T0	Hedge/Member		Increase	USD	2,000	2,000	2,300	2,300
RBOB GASOLINE FUTURES (RB, RL, RT, 27)								
RB	Spec	Tier 1	Decrease	USD	6,413	4,750	5,400	4,000
RB	Hedge/Member	Tier 1	Decrease	USD	4,750	4,750	4,000	4,000
RB	Spec	Tier 2	Decrease	USD	6,413	4,750	5,400	4,000
RB	Hedge/Member	Tier 2	Decrease	USD	4,750	4,750	4,000	4,000
RB	Spec	Tier 3	Decrease	USD	6,075	4,500	5,063	3,750
RB	Hedge/Member	Tier 3	Decrease	USD	4,500	4,500	3,750	3,750
RB	Spec	Tier 4	Decrease	USD	5,400	4,000	4,725	3,500
RB	Hedge/Member	Tier 4	Decrease	USD	4,000	4,000	3,500	3,500
SINGAPORE GASOIL BALMO (VU)								
VU	Spec	Tier 1	Increase	USD	5,500	5,000	6,050	5,500
VU	Hedge/Member	Tier 1	Increase	USD	5,000	5,000	5,500	5,500

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Outright Rates								
VU	Spec	Tier 2	Increase	USD	5,500	5,000	6,050	5,500
VU	Hedge/Member	Tier 2	Increase	USD	5,000	5,000	5,500	5,500
SINGAPORE GASOIL SWAP (SG)								
SG	Spec	Tier 1	Increase	USD	4,125	3,750	4,950	4,500
SG	Hedge/Member	Tier 1	Increase	USD	3,750	3,750	4,500	4,500
SG	Spec	Tier 2	Increase	USD	4,125	3,750	4,950	4,500
SG	Hedge/Member	Tier 2	Increase	USD	3,750	3,750	4,500	4,500
SINGAPORE JET KERO BALMO (BX)								
BX	Spec	Tier 1	Increase	USD	5,720	5,200	6,600	6,000
BX	Hedge/Member	Tier 1	Increase	USD	5,200	5,200	6,000	6,000
BX	Spec	Tier 2	Increase	USD	5,720	5,200	6,600	6,000
BX	Hedge/Member	Tier 2	Increase	USD	5,200	5,200	6,000	6,000
SINGAPORE JET KEROSENE SWAP (KS)								
KS	Spec	Tier 1	Increase	USD	4,950	4,500	5,775	5,250
KS	Hedge/Member	Tier 1	Increase	USD	4,500	4,500	5,250	5,250
KS	Spec	Tier 2	Increase	USD	4,950	4,500	5,775	5,250
KS	Hedge/Member	Tier 2	Increase	USD	4,500	4,500	5,250	5,250

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

Rate Type	Change	Ratio	Current Initial	Current Maintenance	New Initial	New Maintenance
Inter-commodity Spread Rates						
NYMEX POWER PRODUCTS - Inter-commodity Spread Rates						
AEP DAYTON HUB PEAK MONTHLY (NYM-VM - CME) vs PJM WESTERN HUB PEAK CALENDAR-MONTH REAL-TIME LMP SWAP (NYM-L1 - CME)						
Spread Credit Rate	Decrease	+23:-2	70%	70%	50%	50%
ERCOT SOUTH ZONE MCPE 50 MW OFF-PEAK SWAP FUTURES (NY-2Y - CME) vs ERCOT HOUSTON ZONE MCPE 50 MW OFF-PEAK SWAP FUTURES (NY-2W - CME)						
Spread Credit Rate	New	+1:-1			50%	50%
ERCOT SOUTH ZONE MCPE 50 MW OFF-PEAK SWAP FUTURES (NY-2Y - CME) vs ERCOT NORTH ZONE MCPE 50 MW OFF-PEAK SWAP FUTURES (NY-2X - CME)						
Spread Credit Rate	New	+1:-1			50%	50%
ERCOT SOUTH ZONE MCPE 50 MW PEAK SWAP FUTURES (NY-2Q - CME) vs ERCOT HOUSTON ZONE MCPE 50 MW PEAK SWAP FUTURES (NY-2N - CME)						
Spread Credit Rate	New	+1:-1			50%	50%
ERCOT SOUTH ZONE MCPE 50 MW PEAK SWAP FUTURES (NY-2Q - CME) vs ERCOT NORTH ZONE MCPE 50 MW PEAK SWAP FUTURES (NY-2P - CME)						
Spread Credit Rate	New	+1:-1			50%	50%
ISO NEW ENGLAND INTERNAL HUB 5 MW OFF-PEAK CALENDAR-MONTH DAY-AHEAD LMP SWAP FUTURES (NY-H2 - CME) vs ISO NEW ENGLAND SOUTH EAST MASSACHUSETTS ZONE 5 MW OFF-PEAK CALENDAR-MONTH DAY-AHEAD LMP SWAP FUTURES (NY-P5 - CME)						
Spread Credit Rate	New	+1:-1			85%	85%
ISO NEW ENGLAND OFF-PEAK LMP MONTHLY SWAP (NYM-KI - CME) vs NYISO ZONE G OFF-PEAK MONTHLY SWAP (NYM-KH - CME)						
Spread Credit Rate	New	+1:-1			75%	75%
MIDWEST ISO CINERGY HUB OFF-PEAK LMP SWAP FUTURES (NY-EJ - CME) vs MIDWEST ISO CINERGY HUB 5MW OFF-PEAK CALENDAR-MONTH DAY-AHEAD SWAP FUTURES (NY-K2 - CME)						
Spread Credit Rate	New	+1:-194			95%	95%
MIDWEST ISO CINERGY HUB PEAK CALENDAR-MONTH LMP SWAP FUTURES (NY-EM - CME) vs MIDWEST ISO CINERGY HUB 5 MW PEAK CALENDAR-MONTH DAY-AHEAD SWAP FUTURES (NY-H5 - CME)						
Spread Credit Rate	New	+1:-11			95%	95%
NEEPOOL INTER HUB 5MW DAY AHEAD OFF PEAK (NYM-H2 - CME) vs NEPOOL NEW HAMPSHIRE 5MW DAY AHEAD OFF PEAK (NYM-U3 - CME)						
Spread Credit Rate	Increase	+1:-1	60%	60%	85%	85%
NEEPOOL INTER HUB 5MW DAY AHEAD OFF PEAK (NYM-H2 - CME) vs NYISO ZONE A 5MW DAY AHEAD OFF PEAK (NYM-K4 - CME)						
Spread Credit Rate	Increase	+1:-1	60%	60%	75%	75%
NYISO ZONE A 5 MW OFF-PEAK CALENDAR-MONTH DAY-AHEAD LBMP SWAP (NYM-K4 - CME) vs NYISO ZONE C 5 MW OFF-PEAK CALENDAR-MONTH DAY-AHEAD LBMP SWAP (NYM-A3 - CME)						
Spread Credit Rate	Increase	+1:-1	60%	60%	70%	70%
NYISO ZONE A 5MW DAY AHEAD OFF PEAK (NYM-K4 - CME) vs NYISO ZONE J 5MW DAY AHEAD OFF PEAK (NYM-D4 - CME)						
Spread Credit Rate	Increase	+1:-1	60%	60%	70%	70%

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

Rate Type	Change	Ratio	Current Initial	Current Maintenance	New Initial	New Maintenance
Inter-commodity Spread Rates						
NYISO ZONE A OFF-PEAK MONTHLY (NYM-KB - CME) vs ISO NEW ENGLAND OFF-PEAK LMP MONTHLY SWAP (NYM-KI - CME)						
Spread Credit Rate	Increase	+1:-1	70%	70%	75%	75%
NYISO ZONE A OFF-PEAK MONTHLY (NYM-KB - CME) vs NYISO ZONE G OFF-PEAK MONTHLY SWAP (NYM-KH - CME)						
Spread Credit Rate	Increase	+1:-1	60%	60%	70%	70%
NYISO ZONE F 5 MW OFF-PEAK CALENDAR-MONTH DAY-AHEAD LBMP SWAP FUTURES (NY-4M - CME) vs NYISO ZONE G 5 MW OFF-PEAK CALENDAR-MONTH DAY-AHEAD LBMP SWAP FUTURES (NY-D2 - CME)						
Spread Credit Rate	New	+1:-1			70%	70%
NYISO ZONE F 5 MW PEAK CALENDAR-MONTH DAY-AHEAD LBMP SWAP FUTURES (NY-4L - CME) vs NYISO ZONE G PEAK LBMP SWAP FUTURES (NY-KG - CME)						
Spread Credit Rate	New	+1:-5			70%	70%
NYISO ZONE G 5MW DAY AHEAD OFF PEAK (NYM-D2 - CME) vs NEEPOOL INTER HUB 5MW DAY AHEAD OFF PEAK (NYM-H2 - CME)						
Spread Credit Rate	Increase	+1:-1	60%	60%	75%	75%
NYISO ZONE G 5MW DAY AHEAD OFF PEAK (NYM-D2 - CME) vs NYISO ZONE A 5MW DAY AHEAD OFF PEAK (NYM-K4 - CME)						
Spread Credit Rate	Increase	+1:-1	60%	60%	70%	70%
NYISO ZONE G 5MW DAY AHEAD OFF PEAK (NYM-D2 - CME) vs NYISO ZONE J 5MW DAY AHEAD OFF PEAK (NYM-D4 - CME)						
Spread Credit Rate	Increase	+1:-1	60%	60%	70%	70%
NYISO ZONE J 5MW DAY AHEAD OFF PEAK (NYM-D4 - CME) vs NEEPOOL INTER HUB 5MW DAY AHEAD OFF PEAK (NYM-H2 - CME)						
Spread Credit Rate	Increase	+1:-1	60%	60%	75%	75%
NYISO ZONE J 5MW DAY AHEAD OFF PEAK (NYM-D4 - CME) vs NYISO ZONE C 5 MW DAY AHEAD OFF PEAK (NYM-A3 - CME)						
Spread Credit Rate	Increase	+1:-1	60%	60%	70%	70%
NYISO ZONE J OFF-PEAK MONTHLY SWAP (NYM-KK - CME) vs ISO NEW ENGLAND OFF-PEAK LMP MONTHLY SWAP (NYM-KI - CME)						
Spread Credit Rate	Increase	+1:-1	70%	70%	75%	75%
PJM AEP DAYTON HUB OFF-PEAK CALENDAR-MONTH DAY-AHEAD LMP SWAP FUTURES (NY-R7 - CME) vs PJM AEP DAYTON HUB OFF-PEAK LMP SWAP FUTURES (NY-VP - CME)						
Spread Credit Rate	New	+194:-1			95%	95%
PJM AEP DAYTON HUB PEAK CALENDAR-MONTH DAY-AHEAD LMP SWAP FUTURES (NY-D7 - CME) vs PJM AEP DAYTON HUB PEAK CALENDAR-MONTH LMP SWAP FUTURES (NY-VM - CME)						
Spread Credit Rate	New	+11:-1			95%	95%
PJM NORTHERN ILLINOIS HUB OFF-PEAK CALENDAR-MONTH DAY-AHEAD LMP SWAP FUTURES (NY-L3 - CME) vs PJM NORTHERN ILLINOIS HUB OFF-PEAK LMP SWAP FUTURES (NY-UO - CME)						
Spread Credit Rate	New	+194:-1			95%	95%
PJM NORTHERN ILLINOIS HUB PEAK CALENDAR-MONTH DAY-AHEAD LMP SWAP FUTURES (NY-N3 - CME) vs PJM NORTHERN ILLINOIS HUB PEAK CALENDAR-MONTH LMP SWAP FUTURES (NY-UM - CME)						
Spread Credit Rate	New	+11:-1			95%	95%
8/12/2010	20 South Wacker Drive Chicago, IL 60606 Ph.: (312) 648-3888 Fax: (312) 930-3187 cmegroup.com					Page 5 of 6

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

Rate Type	Change	Ratio	Current Initial	Current Maintenance	New Initial	New Maintenance
Inter-commodity Spread Rates						
PJM WESTERN HUB PEAK CALENDAR-MONTH DAY-AHEAD LMP (NYM-J4 - CME) vs PJM DUQUESNE 5MW DAY AHEAD PEAK (NYM-D5 - CME)						
Spread Credit Rate	Decrease	+1:-1	75%	75%	50%	50%
PJM WESTERN HUB PEAK CALENDAR-MONTH DAY-AHEAD LMP (NYM-J4 - CME) vs PPL ZONE PEAK CALENDAR-MONTH DAY-AHEAD LMP (NYM-L5 - CME)						
Spread Credit Rate	Decrease	+1:-1	75%	75%	50%	50%
PJM WESTERN HUB PEAK CALENDAR-MONTH REAL-TIME LMP SWAP FUTURES (NY-L1 - CME) vs ISO NEW ENGLAND INTERNAL HUB PEAK LMP SWAP FUTURES (NY-NI - CME)						
Spread Credit Rate	New	+1:-11			75%	75%