



10-492

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

FROM: CME Clearing

SUBJECT: Performance Bond Requirements:

DATE: Thursday, December 09, 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, December 10, 2010.**

Current rates as of:

**Thursday, December 09, 2010.**

In this current advisory there are changes to the Tier Structure. Below is a description of what each change affects:

The volatility scan range is the change in implied volatility that is used in each of SPAN's 16 scenarios.

**Changes to Tier Structure:**

	<b>Current Tier Structure</b>	<b>New Tier Structure</b>
<b>Tier</b>	<b>Months</b>	<b>Months</b>
1	1-1	1-1
2	2-4	2-4
3	5+	5-12
4		13+

# SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
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## Outright Rates

### INTEREST RATES - Outright Rates

#### 30 DAY FED FUND FUTURES (41)

41	Spec	Months 13+	New	USD			675	500
41	Hedge/Member	Months 13+	New	USD			500	500

# SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
<b>Intra Spreads</b>								
<b>INTEREST RATES - Intra Spreads</b>								
<b>Fed Funds (CBOT) (41) - All Months Consecutive Mos. 10-11 (30 DAY FED FUND FUTURES)</b>								
41	Spec		New	USD			135	100
41	Hedge/Member		New	USD			100	100
<b>Fed Funds (CBOT) (41) - All Months Consecutive Mos. 11-12 (30 DAY FED FUND FUTURES)</b>								
41	Spec		New	USD			135	100
41	Hedge/Member		New	USD			100	100
<b>Fed Funds (CBOT) (41) - All Months Consecutive Mos. 12-13 (30 DAY FED FUND FUTURES)</b>								
41	Spec		New	USD			135	100
41	Hedge/Member		New	USD			100	100
<b>Fed Funds (CBOT) (41) - All Months Consecutive Mos. 13-Subsequent (30 DAY FED FUND FUTURES)</b>								
41	Spec		New	USD			135	100
41	Hedge/Member		New	USD			100	100
<b>Fed Funds (CBOT) (41) - All Months Consecutive Mos. 5-6 (30 DAY FED FUND FUTURES)</b>								
41	Spec		New	USD			135	100
41	Hedge/Member		New	USD			100	100
<b>Fed Funds (CBOT) (41) - All Months Consecutive Mos. 6-7 (30 DAY FED FUND FUTURES)</b>								
41	Spec		New	USD			135	100
41	Hedge/Member		New	USD			100	100
<b>Fed Funds (CBOT) (41) - All Months Consecutive Mos. 7-8 (30 DAY FED FUND FUTURES)</b>								
41	Spec		New	USD			135	100
41	Hedge/Member		New	USD			100	100
<b>Fed Funds (CBOT) (41) - All Months Consecutive Mos. 8-9 (30 DAY FED FUND FUTURES)</b>								
41	Spec		New	USD			135	100
41	Hedge/Member		New	USD			100	100
<b>Fed Funds (CBOT) (41) - All Months Consecutive Mos. 9-10 (30 DAY FED FUND FUTURES)</b>								
41	Spec		New	USD			135	100
41	Hedge/Member		New	USD			100	100
<b>Fed Funds (CBOT) (41) - Tier 1 vs. Tier 4 [mth 1 vs. mth 13+ ] (30 DAY FED FUND FUTURES)</b>								
41	Spec		New	USD			337	250
41	Hedge/Member		New	USD			250	250
<b>Fed Funds (CBOT) (41) - Tier 2 vs. Tier 4 [mth 2-4 vs. mth 13+ ] (30 DAY FED FUND FUTURES)</b>								
41	Spec		New	USD			405	300
41	Hedge/Member		New	USD			300	300
<b>Fed Funds (CBOT) (41) - Tier 3 vs. Tier 4 [mth 5-12 vs. mth 13+ ] (30 DAY FED FUND FUTURES)</b>								
41	Spec		New	USD			135	100
41	Hedge/Member		New	USD			100	100

# SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
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## Intra Spreads

### Fed Funds (CBOT) (41) - Tier 4 vs. Tier 4 [mth 13+ vs. mth 13+ ] (30 DAY FED FUND FUTURES)

41	Spec		New	USD			135	100
41	Hedge/Member		New	USD			100	100

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
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## Volatility Scan (volScan) Rate

### INTEREST RATES - Volatility Scan (volScan) Rate

### FED FUNDS (41) - volScan

Clearing Member Rate	New							0.00085
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