



10-515

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

FROM: CME Clearing

SUBJECT: Performance Bond Requirements:

DATE: Wednesday, December 22, 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, December 23, 2010.

Current rates as of:

Wednesday, December 22, 2010.

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Outright Rates								
NATURAL GAS - Outright Rates								
ALGON CITY GATES NAT GAS INDEX SWAP (N7)								
N7	Spec	Tier 1	Increase	USD	1,925	1,750	2,750	2,500
N7	Hedge/Member	Tier 1	Increase	USD	1,750	1,750	2,500	2,500
ALGONQUIN CITYGATES BASIS (B4)								
B4	Spec		Increase	USD	550	500	1,100	1,000
B4	Hedge/Member		Increase	USD	500	500	1,000	1,000
ALGONQUIN CITY-GATES NAT SWING SWAP (C8)								
C8	Spec		Increase	USD	1,375	1,250	2,750	2,500
C8	Hedge/Member		Increase	USD	1,250	1,250	2,500	2,500
TETCO M-3 INDEX (IX)								
IX	Spec	Tier 1	Increase	USD	1,485	1,350	1,925	1,750
IX	Hedge/Member	Tier 1	Increase	USD	1,350	1,350	1,750	1,750
TEXAS EASTERN ZONE M-3 BASIS SWAP (NX)								
NX	Spec	Tier 1	Increase	USD	550	500	1,100	1,000
NX	Hedge/Member	Tier 1	Increase	USD	500	500	1,000	1,000
NX	Spec	Tier 2	Increase	USD	550	500	1,100	1,000
NX	Hedge/Member	Tier 2	Increase	USD	500	500	1,000	1,000
NX	Spec	Tier 3	Increase	USD	275	250	550	500
NX	Hedge/Member	Tier 3	Increase	USD	250	250	500	500
TRANSCO ZONE 6 BASIS SWAP (NZ)								
NZ	Spec	Tier 1	Increase	USD	880	800	1,760	1,600
NZ	Hedge/Member	Tier 1	Increase	USD	800	800	1,600	1,600
NZ	Spec	Tier 2	Increase	USD	880	800	1,760	1,600
NZ	Hedge/Member	Tier 2	Increase	USD	800	800	1,600	1,600
NZ	Spec	Tier 3	Increase	USD	330	300	550	500
NZ	Hedge/Member	Tier 3	Increase	USD	300	300	500	500
TRANSCO ZONE 6 INDEX (IT)								
IT	Spec	Tier 1	Increase	USD	2,475	2,250	3,300	3,000
IT	Hedge/Member	Tier 1	Increase	USD	2,250	2,250	3,000	3,000
TRANSCO ZONE 6 SWING SWAP (ST)								
ST	Spec		Increase	USD	2,750	2,500	3,300	3,000
ST	Hedge/Member		Increase	USD	2,500	2,500	3,000	3,000