

## Advisory Notice

Clearing House

10-74

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

FROM: CME Clearing

SUBJECT: Performance Bond Requirement Changes.

DATE: Thursday, February 18, 2010.

To receive advanced notification of Performance Bond (margin) changes, through our free automated mailing list, go to: <http://www.cme.com/newsletter/web2lead/web2sf-old.html> and subscribe to the Performance Bond Rates Advisory Notices 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 changes are effective at the close of business on **Friday, February 19, 2010**.

**TIER CHANGES FOR NYMEX PJM DAYTON DA PEAK (D7), NYISO ZONE J PEAK MONTHLY SWAP (KJ), NYISO ZONE J 5MW PEAK CALENDAR-MONTH DAY-AHEAD SWAP (D3), PJM NORTHERN ILLINOIS HUB PEAK CALENDAR-MONTH DAY-AHEAD SWAP (N3)**

Note: The revisions are in **bold**.

### D7/KJ/D3/N3 Tiers

| Tiers | New                             | Old                     |
|-------|---------------------------------|-------------------------|
| 1     | 1 <sup>st</sup> Nearby          | 1 <sup>st</sup> Nearby  |
| 2     | <b>2nd Nearby - 6th Nearby</b>  | Greater than 1st Nearby |
| 3     | <b>7th Nearby - 11th Nearby</b> |                         |
| 4     | <b>Greater than 11th Nearby</b> |                         |

**TIER CHANGES FOR NYMEX PJM WESTERN HUB PEAK CALENDAR-MONTH DAY-AHEAD LMP SWAP (J4), PJM WESTERN HUB PEAK CALENDAR-MONTH REAL-TIME LMP SWAP (L1), PJM WESTERN HUB 50MW PEAK CALENDAR-MONTH REAL-TIME LMP SWAP (4S)**

Note: The revisions are in **bold**.

### J4/L1/4S Tiers

| Tiers | New                             | Old                     |
|-------|---------------------------------|-------------------------|
| 1     | 1 <sup>st</sup> Nearby          | 1 <sup>st</sup> Nearby  |
| 2     | <b>2nd Nearby - 6th Nearby</b>  | 2nd Nearby - 4th Nearby |
| 3     | <b>7th Nearby - 11th Nearby</b> | 5th Nearby - 6th Nearby |
| 4     | <b>Greater than 11th Nearby</b> | Greater than 6th Nearby |

## TIER CHANGES FOR NYMEX PJM PEAK CALENDAR-MONTH LMP SWAP (JM)

Note: The revisions are in **bold**.

| JM Tiers |                                 |                          |
|----------|---------------------------------|--------------------------|
| Tiers    | New                             | Old                      |
| 1        | 1 <sup>st</sup> Nearby          | 1 <sup>st</sup> Nearby   |
| 2        | <b>2nd Nearby - 6th Nearby</b>  | 2nd Nearby - 4th Nearby  |
| 3        | <b>7th Nearby - 11th Nearby</b> | 5th Nearby - 6th Nearby  |
| 4        | <b>Greater than 11th Nearby</b> | 7th Nearby - 8th Nearby  |
| 5        | <b>REMOVED</b>                  | 9th Nearby - 10th Nearby |
| 6        | <b>REMOVED</b>                  | Greater than 10th Nearby |