



10-97

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

FROM: CME Clearing

SUBJECT: Performance Bond Requirements:

DATE: Friday, March 05, 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, March 05, 2010.**

Current rates as of:

**Thursday, March 04, 2010.**

In this current advisory there are changes to the Short Option Minimum and/or the Volatility Scan Range. Below are descriptions of what each change affects:

The Short Option Minimum (SOM) is a charge that is applied only to portfolios concentrated in short options that do not generate a minimum margin requirement level when margins are calculated using the normal 16 SPAN scenarios. The SOM charge per short calls or short puts is a percentage of the outright margin on one underlying futures contract.

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

## SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
<b>Outright Rates</b>								
<b>NYMEX PETROLEUM PRODUCTS - Outright Rates</b>								
<b>EUR 1% FUEL OIL FOB RDM BALMO SWP F (6L)</b>								
6L	Spec		New	USD			36,300	33,000
6L	Hedge/Member		New	USD			33,000	33,000
<b>MINI EUR1%FUELOIL FOB RDM BALMO SW (0A)</b>								
0A	Spec		New	USD			3,630	3,300
0A	Hedge/Member		New	USD			3,300	3,300
<b>MINI EUROPEAN 1% FUEL OIL (PLATTS) CARGOES FOB NWE SWAP FUTURES (0B)</b>								
0B	Spec		New	USD			3,025	2,750
0B	Hedge/Member		New	USD			2,750	2,750
<b>MINI EUROPEAN 3.5% FUEL OIL (PLATTS) BARGES FOB RDAM SWAP FUTURES (0D)</b>								
0D	Spec		New	USD			3,025	2,750
0D	Hedge/Member		New	USD			2,750	2,750
<b>MINI SINGAPORE FUEL OIL 180 CST (PLATTS) SWAP FUTURES (0F)</b>								
0F	Spec		New	USD			2,750	2,500
0F	Hedge/Member		New	USD			2,500	2,500
<b>MINI EUROPEAN 1% FUEL OIL (PLATTS) CARGOES FOB NWE BALMO SWAP FUTURES (0C)</b>								
0C	Spec		New	USD			3,300	3,000
0C	Hedge/Member		New	USD			3,000	3,000
<b>MINI EUROPEAN 3.5% FUEL OIL (PLATTS) BARGES FOB RDAM BALMO SWAP FUTURES (0E)</b>								
0E	Spec		New	USD			3,025	2,750
0E	Hedge/Member		New	USD			2,750	2,750
<b>MINI SINGAPORE FUEL OIL 180 CST (PLATTS) BALMO SWAP FUTURES (5L)</b>								
5L	Spec		New	USD			2,420	2,200
5L	Hedge/Member		New	USD			2,200	2,200
<b>MINI EUROPEAN 1% FUEL OIL (PLATTS) BARGES FOB RDAM SWAP FUTURES (T0)</b>								
T0	Spec		New	USD			3,025	2,750
T0	Hedge/Member		New	USD			2,750	2,750

## SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
<b>Intra Spreads</b>								
<b>ENVIRONMENTAL PRODUCTS - Intra Spreads</b>								
<b>European Union Allowance (EUA) Futures - All Months (NYMEX CARBON EUA EMISSIONS FUTURE)</b>								
RC	Spec		Increase	EUR	1	1	330	300
RC	Hedge/Member		Increase	EUR	1	1	300	300
<b>NYMEX PETROLEUM PRODUCTS - Intra Spreads</b>								
<b>European 1% Fuel Oil (Platts) Barges FOB Rdam BALMO Swap Futures-All Months (EUR 1% FUEL OIL FOB RDM BALMO SWP F)</b>								
6L	Spec		New	USD			2,400	2,400
6L	Hedge/Member		New	USD			2,400	2,400
<b>European 1% Fuel Oil (Platts) Barges FOB Rdam BALMO Swap Futures-All Months (MINI EUR1%FUELOIL FOB RDM BALMO SW)</b>								
0A	Spec		New	USD			240	240
0A	Hedge/Member		New	USD			240	240

## SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
<b>Short Option Minimum (SOM) Rate</b>					
<b>NYMEX PETROLEUM PRODUCTS - Short Option Minimum (SOM) Rate</b>					
<b>EUROPEAN 1% FUEL OIL (PLATTS) FOB RDAM BALMO (NYM-6L) - SOM</b>					
Clearing Member Rate	New			10.00	10.00

## SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
<b>Volatility Scan (volScan) Rate</b>					
<b>NYMEX PETROLEUM PRODUCTS - Volatility Scan (volScan) Rate</b>					
<b>EUROPEAN 1% FUEL OIL (PLATTS) FOB RDAM BALMO (NYM-6L) - volScan</b>					
Clearing Member Rate	New				0.03