



11-16

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

FROM: CME Clearing

SUBJECT: Performance Bond Requirements:

DATE: Thursday, January 13, 2011

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, January 14, 2011.

Current rates as of:

Thursday, January 13, 2011.

TIER CHANGES FOR DRY WHEY (DY)

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

DY Tiers		
Tiers	New	Old
1	1st-2nd Nearby	All Months
2	Greater than 2nd Nearby	

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Outright Rates								
AGRICULTURE - Outright Rates								
CASH CHEESE FUTURES (CSC)								
CSC	Spec		Decrease	USD	1,620	1,200	1,215	900
CSC	Hedge/Member		Decrease	USD	1,200	1,200	900	900
CME DRY WHEY FUTURES (DY)								
DY	Spec	Month 3+	Increase	USD	1,013	750	1,688	1,250
DY	Hedge/Member	Month 3+	Increase	USD	750	750	1,250	1,250
EASTERN NEBRASKA CORN BASIS SWAP (ENE)								
						750		
ENE	Spec	Old Crop	Increase	USD	540	400	878	650
ENE	Hedge/Member	Old Crop	Increase	USD	400	400	650	650
ENE	Spec	New Crop	Increase	USD	540	400	878	650
ENE	Hedge/Member	New Crop	Increase	USD	400	400	650	650
EASTERN SOUTH DAK CORN BASIS SWAP (ESC)								
ESC	Spec	Old Crop	Increase	USD	540	400	878	650
ESC	Hedge/Member	Old Crop	Increase	USD	400	400	650	650
ESC	Spec	New Crop	Increase	USD	540	400	878	650
ESC	Hedge/Member	New Crop	Increase	USD	400	400	650	650
MINI-SIZED SOYBEANS FUTURES (YK)								
YK	Spec	New Crop	Increase	USD	878	650	945	700
YK	Hedge/Member	New Crop	Increase	USD	650	650	700	700
YK	Spec	Old Crop	Increase	USD	878	650	945	700
YK	Hedge/Member	Old Crop	Increase	USD	650	650	700	700
NONFAT DRY MILK FUTURES (NF)								
NF	Spec	Month 3+	Increase	USD	1,823	1,350	2,160	1,600
NF	Hedge/Member	Month 3+	Increase	USD	1,350	1,350	1,600	1,600
NYMEX COFFEE (KT)								
KT	Spec		Increase	USD	4,400	4,000	4,950	4,500
KT	Hedge/Member		Increase	USD	4,000	4,000	4,500	4,500
NYMEX COTTON (TT)								
TT	Spec		Increase	USD	3,300	3,000	3,850	3,500
TT	Hedge/Member		Increase	USD	3,000	3,000	3,500	3,500
OATS FUTURES (O)								
O	Spec		Increase	USD	1,283	950	1,350	1,000
O	Hedge/Member		Increase	USD	950	950	1,000	1,000
SOUTHERN IOWA CORN BASIS SWAP (SIC)								

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Outright Rates								
SIC	Spec	Old Crop	Increase	USD	540	400	810	600
SIC	Hedge/Member	Old Crop	Increase	USD	400	400	600	600
SIC	Spec	New Crop	Increase	USD	540	400	810	600
SIC	Hedge/Member	New Crop	Increase	USD	400	400	600	600
SOUTHERN MN CORN BASIS SWAP (SMN)								
SMN	Spec	Old Crop	Increase	USD	540	400	810	600
SMN	Hedge/Member	Old Crop	Increase	USD	400	400	600	600
SMN	Spec	New Crop	Increase	USD	540	400	810	600
SMN	Hedge/Member	New Crop	Increase	USD	400	400	600	600
SOYBEAN FUTURES (S)								
S	Spec	New Crop	Increase	USD	4,388	3,250	4,725	3,500
S	Hedge/Member	New Crop	Increase	USD	3,250	3,250	3,500	3,500
S	Spec	Old Crop	Increase	USD	4,388	3,250	4,725	3,500
S	Hedge/Member	Old Crop	Increase	USD	3,250	3,250	3,500	3,500
US DENOMINATED CRUDE PALM OIL FUT (CPO)								
CPO	Spec		Increase	USD	2,025	1,500	2,363	1,750
CPO	Hedge/Member		Increase	USD	1,500	1,500	1,750	1,750
ENVIRONMENTAL - Outright Rates								
IN DELIVERY MONTH CER CCR EMI (6S)								
6S	Spec		Decrease	EUR	880	800	660	600
6S	Hedge/Member		Decrease	EUR	800	800	600	600
ETHANOL - Outright Rates								
ETHANOL FUTURES (EH)								
EH	Spec		Increase	USD	5,670	4,200	6,750	5,000
EH	Hedge/Member		Increase	USD	4,200	4,200	5,000	5,000
EH	Spec		Increase	USD	5,670	4,200	6,750	5,000
EH	Hedge/Member		Increase	USD	4,200	4,200	5,000	5,000
ETHANOL(PL) T1 FOB RTRDM EX DT (2M)								
2M	Spec		Increase	USD	2,750	2,500	3,850	3,500
2M	Hedge/Member		Increase	USD	2,500	2,500	3,500	3,500
ETHANOL(PL) T2 FOB RTRDM INCL (Z1)								
Z1	Spec		Increase	EUR	4,400	4,000	5,500	5,000
Z1	Hedge/Member		Increase	EUR	4,000	4,000	5,000	5,000
OTC ETHANOL FOWARD MONTH SWAP (71)								
71	Spec		Increase	USD	2,835	2,100	3,375	2,500
71	Hedge/Member		Increase	USD	2,100	2,100	2,500	2,500
71	Spec		Increase	USD	2,835	2,100	3,375	2,500
71	Hedge/Member		Increase	USD	2,100	2,100	2,500	2,500

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

NATURAL GAS - Outright Rates

E-MINI NATURAL GAS FUTURES (QG, NN, NP, NNT)

QG	Spec	Tier 1	Decrease	USD	1,350	1,000	1,181	875
QG	Hedge/Member	Tier 1	Decrease	USD	1,000	1,000	875	875
QG	Spec	Tier 2	Decrease	USD	1,266	938	1,097	813
QG	Hedge/Member	Tier 2	Decrease	USD	938	938	813	813
QG	Spec	Tier 4	Decrease	USD	1,013	750	844	625
QG	Hedge/Member	Tier 4	Decrease	USD	750	750	625	625
QG	Spec	Tier 5	Decrease	USD	928	688	759	563
QG	Hedge/Member	Tier 5	Decrease	USD	688	688	563	563
QG	Spec	Tier 6	Decrease	USD	844	625	675	500
QG	Hedge/Member	Tier 6	Decrease	USD	625	625	500	500
QG	Spec	Tier 7	Decrease	USD	759	563	675	500
QG	Hedge/Member	Tier 7	Decrease	USD	563	563	500	500

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

NATURAL GAS HENRY HUB FUTURE (NG, NGT, HH, HP)

NG	Spec	Tier 1	Decrease	USD	5,400	4,000	4,725	3,500
NG	Hedge/Member	Tier 1	Decrease	USD	4,000	4,000	3,500	3,500
NG	Spec	Tier 2	Decrease	USD	5,063	3,750	4,388	3,250
NG	Hedge/Member	Tier 2	Decrease	USD	3,750	3,750	3,250	3,250
NG	Spec	Tier 4	Decrease	USD	4,050	3,000	3,375	2,500
NG	Hedge/Member	Tier 4	Decrease	USD	3,000	3,000	2,500	2,500
NG	Spec	Tier 5	Decrease	USD	3,713	2,750	3,038	2,250
NG	Hedge/Member	Tier 5	Decrease	USD	2,750	2,750	2,250	2,250
NG	Spec	Tier 6	Decrease	USD	3,375	2,500	2,700	2,000
NG	Hedge/Member	Tier 6	Decrease	USD	2,500	2,500	2,000	2,000
NG	Spec	Tier 7	Decrease	USD	3,038	2,250	2,700	2,000
NG	Hedge/Member	Tier 7	Decrease	USD	2,250	2,250	2,000	2,000

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

AGRICULTURE - Intra Spreads

CME Dry Whey Futures (DY) - Tier 1 vs Tier 2 (CME DRY WHEY FUTURES)

DY	Spec		Decrease	USD	675	500	0	0
DY	Hedge/Member		Decrease	USD	500	500	0	0

Nonfat Dry Milk (NF) - Tier 1 vs Tier 2 (NONFAT DRY MILK FUTURES)

NF	Spec		Decrease	USD	1,013	750	675	500
NF	Hedge/Member		Decrease	USD	750	750	500	500

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra Spreads								
CRUDE OIL - Intra Spreads								
Light Sweet Crude Oil (CL, CS, WS, 26) - Tier 1 vs. Tier 5 (CRUDE OIL FUTURE NYMEX)								
CL	Spec		Increase	USD	2,025	1,500	3,038	2,250
CL	Hedge/Member		Increase	USD	1,500	1,500	2,250	2,250
Light Sweet Crude Oil (CL, CS, WS, 26) - Tier 1 vs. Tier 6 (CRUDE OIL FUTURE NYMEX)								
CL	Spec		Increase	USD	2,025	1,500	3,038	2,250
CL	Hedge/Member		Increase	USD	1,500	1,500	2,250	2,250
Light Sweet Crude Oil (CL, CS, WS, 26) - Tier 2 vs. Tier 3 (CRUDE OIL FUTURE NYMEX)								
CL	Spec		Increase	USD	1,350	1,000	2,025	1,500
CL	Hedge/Member		Increase	USD	1,000	1,000	1,500	1,500
Light Sweet Crude Oil (CL, CS, WS, 26) - Tier 2 vs. Tier 4 (CRUDE OIL FUTURE NYMEX)								
CL	Spec		Increase	USD	2,025	1,500	2,700	2,000
CL	Hedge/Member		Increase	USD	1,500	1,500	2,000	2,000
Light Sweet Crude Oil (CL, CS, WS, 26) - Tier 2 vs. Tier 5 (CRUDE OIL FUTURE NYMEX)								
CL	Spec		Increase	USD	1,688	1,250	2,363	1,750
CL	Hedge/Member		Increase	USD	1,250	1,250	1,750	1,750
Light Sweet Crude Oil (CL, CS, WS, 26) - Tier 2 vs. Tier 6 (CRUDE OIL FUTURE NYMEX)								
CL	Spec		Increase	USD	2,025	1,500	2,700	2,000
CL	Hedge/Member		Increase	USD	1,500	1,500	2,000	2,000
Light Sweet Crude Oil (CL, CS, WS, 26) - Tier 3 vs. Tier 3 (CRUDE OIL FUTURE NYMEX)								
CL	Spec		Increase	USD	1,013	750	1,350	1,000
CL	Hedge/Member		Increase	USD	750	750	1,000	1,000
Light Sweet Crude Oil (CL, CS, WS, 26) - Tier 3 vs. Tier 4 (CRUDE OIL FUTURE NYMEX)								
CL	Spec		Increase	USD	1,350	1,000	2,025	1,500
CL	Hedge/Member		Increase	USD	1,000	1,000	1,500	1,500
Light Sweet Crude Oil (CL, CS, WS, 26) - Tier 3 vs. Tier 5 (CRUDE OIL FUTURE NYMEX)								
CL	Spec		Increase	USD	1,013	750	1,688	1,250
CL	Hedge/Member		Increase	USD	750	750	1,250	1,250
Light Sweet Crude Oil (CL, CS, WS, 26) - Tier 3 vs. Tier 6 (CRUDE OIL FUTURE NYMEX)								
CL	Spec		Increase	USD	1,688	1,250	2,700	2,000
CL	Hedge/Member		Increase	USD	1,250	1,250	2,000	2,000
Light Sweet Crude Oil (CL, CS, WS, 26) - Tier 4 vs. Tier 4 (CRUDE OIL FUTURE NYMEX)								
CL	Spec		Increase	USD	540	400	810	600
CL	Hedge/Member		Increase	USD	400	400	600	600
Light Sweet Crude Oil (CL, CS, WS, 26) - Tier 4 vs. Tier 5 (CRUDE OIL FUTURE NYMEX)								
CL	Spec		Increase	USD	1,013	338	675	500
CL	Hedge/Member		Increase	USD	250	250	500	500

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra Spreads								
Light Sweet Crude Oil (CL, CS, WS, 26) - Tier 4 vs. Tier 6 (CRUDE OIL FUTURE NYMEX)								
CL	Spec		Increase	USD	1,013	750	1,688	1,250
CL	Hedge/Member		Increase	USD	750	750	1,250	1,250
Light Sweet Crude Oil (CL, CS, WS, 26) - Tier 5 vs. Tier 5 (CRUDE OIL FUTURE NYMEX)								
CL	Spec		Increase	USD	540	400	675	500
CL	Hedge/Member		Increase	USD	400	400	500	500
Light Sweet Crude Oil (CL, CS, WS, 26) - Tier 5 vs. Tier 6 (CRUDE OIL FUTURE NYMEX)								
CL	Spec		Increase	USD	1,013	750	1,688	1,250
CL	Hedge/Member		Increase	USD	750	750	1,250	1,250
Light Sweet Crude Oil (CL, CS, WS, 26) - Tier 6 vs. Tier 6 (CRUDE OIL FUTURE NYMEX)								
CL	Spec		Increase	USD	540	400	810	600
CL	Hedge/Member		Increase	USD	400	400	600	600