



11-444

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

FROM: CME Clearing

SUBJECT: Performance Bond Requirements

DATE: Monday, December 12, 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

Tuesday, December 13, 2011.

Current rates as of:

Monday, December 12, 2011.

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

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

ELECTRICITY - Outright Rates

ISO NEW ENGLAND OFF-PEAK LMP SWAP (KI)

KI	Spec	Month 1	Increase	USD	2,750	2,500	4,950	4,500
KI	Hedge/Member	Month 1	Increase	USD	2,500	2,500	4,500	4,500
KI	Spec	Month 2	Increase	USD	2,200	2,000	3,850	3,500
KI	Hedge/Member	Month 2	Increase	USD	2,000	2,000	3,500	3,500
KI	Spec	Mnths 3-11	Increase	USD	1,650	1,500	2,200	2,000
KI	Hedge/Member	Mnths 3-11	Increase	USD	1,500	1,500	2,000	2,000
KI	Spec	Mnths 12+	Increase	USD	1,100	1,000	1,650	1,500
KI	Hedge/Member	Mnths 12+	Increase	USD	1,000	1,000	1,500	1,500

ISO NEW ENGLAND PEAK LMP SWAP (NI)

NI	Spec	Month 1	Increase	USD	4,950	4,500	6,600	6,000
NI	Hedge/Member	Month 1	Increase	USD	4,500	4,500	6,000	6,000
NI	Spec	Mnths 2-3	Increase	USD	2,750	2,500	4,400	4,000
NI	Hedge/Member	Mnths 2-3	Increase	USD	2,500	2,500	4,000	4,000
NI	Spec	Mnths 4-12	Increase	USD	1,650	1,500	2,200	2,000
NI	Hedge/Member	Mnths 4-12	Increase	USD	1,500	1,500	2,000	2,000
NI	Spec	Mnths 13+	Increase	USD	1,375	1,250	1,650	1,500
NI	Hedge/Member	Mnths 13+	Increase	USD	1,250	1,250	1,500	1,500

NEPOOL CONECTIC 5MW D AH PK (P2)

P2	Spec	Month 1	Increase	USD	715	650	825	750
P2	Hedge/Member	Month 1	Increase	USD	650	650	750	750
P2	Spec	Mnths 2-6	Increase	USD	275	250	413	375
P2	Hedge/Member	Mnths 2-6	Increase	USD	250	250	375	375
P2	Spec	Mnths 7-11	Increase	USD	165	150	220	200
P2	Hedge/Member	Mnths 7-11	Increase	USD	150	150	200	200
P2	Spec	Mnths 12+	Increase	USD	110	100	165	150
P2	Hedge/Member	Mnths 12+	Increase	USD	100	100	150	150

NEPOOL INTR HUB 5MW D AH PK (U6)

U6	Spec	Month 1	Increase	USD	495	450	825	750
U6	Hedge/Member	Month 1	Increase	USD	450	450	750	750
U6	Spec	Month 2	Increase	USD	275	250	413	375
U6	Hedge/Member	Month 2	Increase	USD	250	250	375	375
U6	Spec	Mnths 3-11	Increase	USD	165	150	220	200
U6	Hedge/Member	Mnths 3-11	Increase	USD	150	150	200	200
U6	Spec	Mnths 12+	Increase	USD	110	100	165	150
U6	Hedge/Member	Mnths 12+	Increase	USD	100	100	150	150

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Outright Rates								
NEPOOL MAINE 5MW D AH PK (P9)								
P9	Spec	Month 1	Increase	USD	495	450	825	750
P9	Hedge/Member	Month 1	Increase	USD	450	450	750	750
P9	Spec	Mnths 2-6	Increase	USD	275	250	413	375
P9	Hedge/Member	Mnths 2-6	Increase	USD	250	250	375	375
P9	Spec	Mnths 7-11	Increase	USD	165	150	220	200
P9	Hedge/Member	Mnths 7-11	Increase	USD	150	150	200	200
P9	Spec	Mnths 12+	Increase	USD	110	100	165	150
P9	Hedge/Member	Mnths 12+	Increase	USD	100	100	150	150
NEPOOL NE MASS 5MW D AH PK (P7)								
P7	Spec	Month 1	Increase	USD	495	450	825	750
P7	Hedge/Member	Month 1	Increase	USD	450	450	750	750
P7	Spec	Mnths 2-6	Increase	USD	275	250	413	375
P7	Hedge/Member	Mnths 2-6	Increase	USD	250	250	375	375
P7	Spec	Mnths 7-11	Increase	USD	165	150	220	200
P7	Hedge/Member	Mnths 7-11	Increase	USD	150	150	200	200
P7	Spec	Mnth 12+	Increase	USD	110	100	165	150
P7	Hedge/Member	Mnth 12+	Increase	USD	100	100	150	150
NEPOOL SE MASS 5MW D AH PK (P4)								
P4	Spec	Month 1	Increase	USD	495	450	825	750
P4	Hedge/Member	Month 1	Increase	USD	450	450	750	750
P4	Spec	Mnths 2-6	Increase	USD	275	250	413	375
P4	Hedge/Member	Mnths 2-6	Increase	USD	250	250	375	375
P4	Spec	Mnths 7-11	Increase	USD	165	150	220	200
P4	Hedge/Member	Mnths 7-11	Increase	USD	150	150	200	200
P4	Spec	Mths 12+	Increase	USD	110	100	165	150
P4	Hedge/Member	Mths 12+	Increase	USD	100	100	150	150
NEPOOL W CNTR M 5MW D AH PK (R6)								
R6	Spec	Month 1	Increase	USD	495	450	825	750
R6	Hedge/Member	Month 1	Increase	USD	450	450	750	750
R6	Spec	Mnths 2-6	Increase	USD	275	250	413	375
R6	Hedge/Member	Mnths 2-6	Increase	USD	250	250	375	375
R6	Spec	Mnths 7-11	Increase	USD	165	150	220	200
R6	Hedge/Member	Mnths 7-11	Increase	USD	150	150	200	200
R6	Spec	Mnths 12+	Increase	USD	110	100	165	150
R6	Hedge/Member	Mnths 12+	Increase	USD	100	100	150	150