



12-318

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

FROM: CME Clearing

SUBJECT: Performance Bond Requirements

DATE: Thursday, July 26, 2012

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, July 27, 2012.

Current rates as of:

Thursday, July 26, 2012.

In this current advisory there are changes to the Volatility Scan Range. Below is a description of what the change affects:

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
Outright Rates								
EQUITY INDEX - Outright Rates								
CONSUMER STAPLES SECTOR TIC (XPT)								
XPT	Spec		Decrease	USD	1,375	1,100	1,125	900
XPT	Hedge/Member		Decrease	USD	1,100	1,100	900	900
EMINI SP 500 CONS STAPLES SECTOR IX (XAP)								
XAP	Spec		Decrease	USD	1,375	1,100	1,125	900
XAP	Hedge/Member		Decrease	USD	1,100	1,100	900	900
EMINI SP 500 ENERGY SECTOR INDEX (XAE)								
XAE	Spec		Decrease	USD	6,000	4,800	5,000	4,000
XAE	Hedge/Member		Decrease	USD	4,800	4,800	4,000	4,000
EMINI SP500 - FINANCIAL SECT INDEX (XAF)								
XAF	Spec		Decrease	USD	3,500	2,800	2,750	2,200
XAF	Hedge/Member		Decrease	USD	2,800	2,800	2,200	2,200
E-MINI SP500 CONS DISCRET SECTOR IX (XAY)								
XAY	Spec		Decrease	USD	2,500	2,000	2,188	1,750
XAY	Hedge/Member		Decrease	USD	2,000	2,000	1,750	1,750
E-MINI SP500 CONS DISCRET SYNTHETIC (1YT)								
1YT	Spec		Decrease	USD	2,500	2,000	2,188	1,750
1YT	Hedge/Member		Decrease	USD	2,000	2,000	1,750	1,750
E-MINI SP500 CONS DISCRET TAI (XYT)								
XYT	Spec		Decrease	USD	2,500	2,000	2,188	1,750
XYT	Hedge/Member		Decrease	USD	2,000	2,000	1,750	1,750
EMINI SP500 MATERIALS SECTOR INDEX (XAB)								
XAB	Spec		Decrease	USD	2,500	2,000	2,000	1,600
XAB	Hedge/Member		Decrease	USD	2,000	2,000	1,600	1,600
EMINI SP500-TECHNOLOGY SECTOR INDEX (XAK)								
XAK	Spec		Decrease	USD	1,750	1,400	1,500	1,200
XAK	Hedge/Member		Decrease	USD	1,400	1,400	1,200	1,200
EMINI SP500-UTILITIES SECTOR INDEX (XAU)								
XAU	Spec		Decrease	USD	1,500	1,200	1,250	1,000
XAU	Hedge/Member		Decrease	USD	1,200	1,200	1,000	1,000
SP 500 - CONS STAPLES SYNTHETIC (1PT)								
1PT	Spec		Decrease	USD	1,375	1,100	1,125	900
1PT	Hedge/Member		Decrease	USD	1,100	1,100	900	900
SP 500 ENERGY SELECT SECTOR TIC (XET)								

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Outright Rates								
XET	Spec		Decrease	USD	6,000	4,800	5,000	4,000
XET	Hedge/Member		Decrease	USD	4,800	4,800	4,000	4,000
SP 500 ENERGY SLCT SEC SYNTHETIC (1ET)								
1ET	Spec		Decrease	USD	6,000	4,800	5,000	4,000
1ET	Hedge/Member		Decrease	USD	4,800	4,800	4,000	4,000
SP 500 FINANCIAL SECTOR TIC (XFT)								
XFT	Spec		Decrease	USD	3,500	2,800	2,750	2,200
XFT	Hedge/Member		Decrease	USD	2,800	2,800	2,200	2,200
SP 500 FINANCIAL SLCT SEC SYNT (1FT)								
1FT	Spec		Decrease	USD	3,500	2,800	2,750	2,200
1FT	Hedge/Member		Decrease	USD	2,800	2,800	2,200	2,200
SP 500 MATERIALS SEL SECTOR SYNTH (1BT)								
1BT	Spec		Decrease	USD	2,500	2,000	2,000	1,600
1BT	Hedge/Member		Decrease	USD	2,000	2,000	1,600	1,600
SP 500 MATERIALS SEL SECTOR TIC (XBT)								
XBT	Spec		Decrease	USD	2,500	2,000	2,000	1,600
XBT	Hedge/Member		Decrease	USD	2,000	2,000	1,600	1,600
SP 500 TECHNOLOGY SECTOR SYNTH (1KT)								
1KT	Spec		Decrease	USD	1,750	1,400	1,500	1,200
1KT	Hedge/Member		Decrease	USD	1,400	1,400	1,200	1,200
SP 500 TECHNOLOGY SECTOR TIC (XKT)								
XKT	Spec		Decrease	USD	1,750	1,400	1,500	1,200
XKT	Hedge/Member		Decrease	USD	1,400	1,400	1,200	1,200
SP 500 UTILITIES SEL SECTOR SYNTH (1UT)								
1UT	Spec		Decrease	USD	1,500	1,200	1,250	1,000
1UT	Hedge/Member		Decrease	USD	1,200	1,200	1,000	1,000
SP 500 UTILITIES SEL SECTOR TIC (XUT)								
XUT	Spec		Decrease	USD	1,500	1,200	1,250	1,000
XUT	Hedge/Member		Decrease	USD	1,200	1,200	1,000	1,000

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Outright Rates								
FX - Outright Rates								
AD/NE CROSS RATE FUTURES (AN)								
AN	Spec		Decrease	NZD	4,320	3,200	3,375	2,500
AN	Hedge/Member		Decrease	NZD	3,200	3,200	2,500	2,500
BPSF FUTURE (BF)								
BF	Spec		Decrease	CHF	7,290	5,400	5,400	4,000
BF	Hedge/Member		Decrease	CHF	5,400	5,400	4,000	4,000
EC/CD CROSS RATE FUTURE (CC)								
CC	Spec		Increase	CAD	3,038	2,250	3,713	2,750
CC	Hedge/Member		Increase	CAD	2,250	2,250	2,750	2,750
E-MICRO CHF/USD FUTURES (MSF)								
MSF	Spec		Decrease	USD	621	460	540	400
MSF	Hedge/Member		Decrease	USD	460	460	400	400
EURO FX/SF FUTURES (RF)								
RF	Spec		Decrease	CHF	5,400	4,000	4,388	3,250
RF	Hedge/Member		Decrease	CHF	4,000	4,000	3,250	3,250
EURO/TURKISH LIRA FUTURES (TRE)								
TRE	Spec		Decrease	TRY	12,150	9,000	10,125	7,500
TRE	Hedge/Member		Decrease	TRY	9,000	9,000	7,500	7,500
SFJY FUTURES (SJ)								
SJ	Spec		Decrease	JPY	1,032,750	765,000	877,500	650,000
SJ	Hedge/Member		Decrease	JPY	765,000	765,000	650,000	650,000
SWISS FRANC FUTURES (SF)								
SF	Spec		Decrease	USD	6,210	4,600	5,400	4,000
SF	Hedge/Member		Decrease	USD	4,600	4,600	4,000	4,000
U.S. DOLLAR\RENMINBI FUTURES (RMB)								
RMB	Spec		Increase	USD	1,620	1,200	2,430	1,800
RMB	Hedge/Member		Increase	USD	1,200	1,200	1,800	1,800
INTEREST RATES - Outright Rates								
30 DAY FED FUND FUTURES (41)								
41	Spec	Months 5-12	Decrease	USD	675	500	608	450
41	Hedge/Member	Months 5-12	Decrease	USD	500	500	450	450
41	Spec	Months 13+	Decrease	USD	878	650	810	600
41	Hedge/Member	Months 13+	Decrease	USD	650	650	600	600

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

Rate Type	<u>Tier Description</u>	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Volatility Scan (volScan) Rate						
INTEREST RATES - Volatility Scan (volScan) Rate						
10-YEAR T-NOTE (21, 55) - volScan						
Clearing Member Rate		Decrease		0.025		0.020
2-YEAR T-NOTE (26, 59) - volScan						
Clearing Member Rate		Decrease		0.007		0.004
5-YEAR T-NOTE (25, 57) - volScan						
Clearing Member Rate		Decrease		0.015		0.010
U.S. TREASURY BOND (17, 53) - volScan						
Clearing Member Rate		Decrease		0.045		0.040