12-544

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

FROM: CME Clearing

SUBJECT: Performance Bond Requirements

DATE: Friday, December 14, 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

Tuesday, December 18, 2012.

Current rates as of:

Friday, December 14, 2012.

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

Rate Type	Change	Ratio	Current Initial	Current Maintenance	New Initial	New Maintenance
Inter-commodity Spread Rates						
INTEREST RATES - Inter-commodity Spread Rates						
10 YR SWAP ERIS vs 10YR DELIVERABLE SWAP CME						
Spread Credit Rate	Increase	+1:+10	70%	70%	90%	90%
10 YR SWAP ERIS vs 30 YR DELIVERABLE SWAP CME						
Spread Credit Rate	Decrease	+1:+6	70%	70%	60%	60%
10 YR SWAP ERIS vs 5 YR DELIVERABLE SWAP CME						
Spread Credit Rate	Decrease	+1:+15	70%	70%	60%	60%
10YR INTEREST RATE SWAP FUTURE ERIS (ZC9110 - CME) vs 2 YEAR INTEREST RATE SWAP DELIVERABLE FUTURE (T1U - CME)						
Spread Credit Rate	New	+1:+20			30%	30%
10YR INTEREST RATE SWAP FUTURE ERIS (ZC9210 - CME) vs 2 YEAR INTEREST RATE SWAP DELIVERABLE FUTURE (T1U - CME)						
Spread Credit Rate	New	+1:+20			30%	30%
10YR SWAP ERIS vs 30YR SWAP ERIS						
Spread Credit Rate	Decrease	+5:-3	70%	70%	60%	60%
2 YR SWAP ERIS vs 10 YR DELIVERABLE SWAP CME						
Spread Credit Rate	Decrease	+1:+5	70%	70%	30%	30%
2 YR SWAP ERIS vs 2 YR DELIVERABLE SWAP CME						
Spread Credit Rate	Increase	+1:+10	70%	70%	75%	75%
2 YR SWAP ERIS vs 30 YR DELIVERABLE SWAP CME						
Spread Credit Rate	Decrease	+3:+10	70%	70%	0%	0%
2 YR SWAP ERIS vs 5 YR DELIVERABLE SWAP CME						
Spread Credit Rate	Decrease	+3:+25	70%	70%	40%	40%
2YR DELIVERABLE SWAP FUTURE vs 30YR DELIVERABLE SWAP FUTURE						
Spread Credit Rate	New	+3:-1			0%	0%
2YR INTEREST RATE SWAP FUTURE ERIS (ZA9102 - CME) vs 30YR INTEREST RATE SWAP FUTURE ERIS (ZD9130 - CME)						
Spread Credit Rate	New	+3:-1			0%	0%
2YR INTEREST RATE SWAP FUTURE ERIS (ZA9102 - CME) vs 30YR INTEREST RATE SWAP FUTURE ERIS (ZD9230 - CME)						
Spread Credit Rate	New	+3:-1			0%	0%
2YR INTEREST RATE SWAP FUTURE ERIS (ZA9202 - CME) vs 10YR INTEREST RATE SWAP FUTURE ERIS (ZC9210 - CME)						
Spread Credit Rate	New	+2:-1			30%	30%
2YR INTEREST RATE SWAP FUTURE ERIS (ZA9202 - CME) vs 2-YEAR T-NOTE (26 - CME)						
Spread Credit Rate	New	+1:+10			40%	40%

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

Rate Type	Change	Ratio	Current Initial	Current Maintenance	New Initial	New Maintenance
Inter-commodity Spread Rates						
2YR INTEREST RATE SWAP FUTURE ERIS (ZA9202 - CME) vs 30YR INTEREST RATE SWAP FUTURE ERIS (ZD9130 - CME)						
Spread Credit Rate	New	+3:-1			0%	0%
2YR INTEREST RATE SWAP FUTURE ERIS (ZA9202 - CME) vs 30YR INTEREST RATE SWAP FUTURE ERIS (ZD9230 - CME)						
Spread Credit Rate	New	+3:-1			0%	0%
2YR INTEREST RATE SWAP FUTURE ERIS (ZA9202 - CME) vs 5YR INTEREST RATE SWAP FUTURE ERIS (ZB9105 - CME)						
Spread Credit Rate	New	+6:-5			40%	40%
2YR INTEREST RATE SWAP FUTURE ERIS vs 30YR TREASURY						
Spread Credit Rate	New	+3:+10			40%	40%
2YR INTEREST RATE SWAP FUTURE ERIS vs 5YR TREASURY						
Spread Credit Rate	New	+3:+25			40%	40%
30 YR SWAP ERIS vs 10 YR DELIVERABLE SWAP CME						
Spread Credit Rate	Decrease	+3:+50	70%	70%	60%	60%
30 YR SWAP ERIS vs 2 YR DELIVERABLE SWAP CME						
Spread Credit Rate	Decrease	+1:+30	70%	70%	0%	0%
30 YR SWAP ERIS vs 30 YR DELIVERABLE SWAP CME						
Spread Credit Rate	Increase	+1:+10	70%	70%	90%	90%
30 YR SWAP ERIS vs 5YR DELIVERABLE SWAP CME						
Spread Credit Rate	Decrease	+1:+30	70%	70%	50%	50%
30YR TREASURY vs 10YR DELIVERABLE SWAP FUTURE						
Spread Credit Rate	New	+3:-5			60%	60%
30YR TREASURY vs 2YR DELIVERABLE SWAP FUTURE						
Spread Credit Rate	New	+1:-3			40%	40%
5 YR SWAP ERIS vs 10YR DELIVERABLE SWAP CME						
Spread Credit Rate	Decrease	+3:+20	70%	70%	60%	60%
5 YR SWAP ERIS vs 30 YR DELIVERABLE SWAP CME						
Spread Credit Rate	Decrease	+3:+10	70%	70%	50%	50%
5 YR SWAP ERIS vs 5YR DELIVERABLE SWAP CME						
Spread Credit Rate	Increase	+1:+10	70%	70%	90%	90%
5YR INTEREST RATE SWAP FUTURE ERIS (ZB9105 - CME) vs 2 YEAR INTEREST RATE SWAP DELIVERABLE FUTURE (T1U - CME)						
Spread Credit Rate	New	+1:+12			40%	40%
5YR INTEREST RATE SWAP FUTURE ERIS (ZB9205 - CME) vs 2 YEAR INTEREST RATE SWAP DELIVERABLE FUTURE (T1U - CME)						
Spread Credit Rate	New	+1:+12			40%	40%

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

Rate Type	Change	Ratio	Current Initial	Current Maintenance	New Initial	New Maintenance
Inter-commodity Spread Rates						
5YR INTEREST RATE SWAP FUTURE ERIS (ZB9205 - CME) vs 5-YEAR T-NOTE (25 - CME)						
Spread Credit Rate	New	+1:+10			60%	60%
5YR INTEREST RATE SWAP FUTURE ERIS (ZB9205 - CME) vs U.S. TREASURY BOND (17 - CME)						
Spread Credit Rate	New	+3:+10			60%	60%
5YR TREASURY vs 2YR DELIVERABLE SWAP FUTURE						
Spread Credit Rate	New	+5:-6			40%	40%