13-255

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

FROM: CME Clearing

SUBJECT: Performance Bond Requirements

DATE: Friday, May 31, 2013

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

Monday, June 03, 2013.

Current rates as of:

Friday, May 31, 2013.

This advisory contains the amended list of margin rates that will change as a direct result of the Notional value reduction of Eris Flex and Standard Products from $1,000,000 to 100,000.

Inter-commodity spread credit ratios have been reduced by a factor of 10 on non-Eris legs.

Please see advisory notice # 13-246 for more details.

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Outright Rates								
			ERIS Flex - Outright Rates					
10-YR INT RATE SWAP SEC COUPON (ZC9210)								
ZC9210	Spec		Decrease	USD	14,300	13,000	1,430	1,300
ZC9210	Hedge/Member		Decrease	USD	13,000	13,000	1,300	1,300
30-YR INT RATE SWAP SEC COUPON (ZD9230)								
ZD9230	Spec		Decrease	USD	38,500	35,000	3,850	3,500
ZD9230	Hedge/Member		Decrease	USD	35,000	35,000	3,500	3,500
ERIS 2-YR INT RATE SWAP SEC COUPON (ZA9202)								
ZA9202	Spec		Decrease	USD	1,650	1,500	165	150
ZA9202	Hedge/Member		Decrease	USD	1,500	1,500	150	150
ERIS 5-YR INT RATE SWAP SEC COUPON (ZB9205)								
ZB9205	Spec		Decrease	USD	6,600	6,000	660	600
ZB9205	Hedge/Member		Decrease	USD	6,000	6,000	600	600
			ERIS Standards - Outright Rates					
ERIS STANDARD 10Y INT RATE SWAP FUT (ZC9110)								
ZC9110	Spec		Decrease	USD	14,300	13,000	1,430	1,300
ZC9110	Hedge/Member		Decrease	USD	13,000	13,000	1,300	1,300
ERIS STANDARD 2Y INT RATE SWAP FUTU (ZA9102)								
ZA9102	Spec		Decrease	USD	1,650	1,500	165	150
ZA9102	Hedge/Member		Decrease	USD	1,500	1,500	150	150
ERIS STANDARD 30Y INT RATE SWAP FUT (ZD9130)								
ZD9130	Spec		Decrease	USD	38,500	35,000	3,850	3,500
ZD9130	Hedge/Member		Decrease	USD	35,000	35,000	3,500	3,500
ERIS STANDARD 5Y INT RATE SWAP FUTU (ZB9105)								
ZB9105	Spec		Decrease	USD	6,600	6,000	660	600
ZB9105	Hedge/Member		Decrease	USD	6,000	6,000	600	600

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

Inter Spreads

Eris Flex and Standards vs CME Deliverable Swap Futures

**All ratios are Eris/CME legs

	T1U		F1U		N1U		B1U	
	Rate	Ratio	Rate	Ratio	Rate	Ratio	Rate	Ratio
ZA9102	90%	1/1	40%	6/5	30%	1/5	0%	3/1
ZA9205	90%	1/1	40%	6/5	30%	1/5	0%	3/1
ZB9105	40%	6/5	90%	1/1	60%	3/2	50%	3/1
ZB9205	40%	5/6	90%	1/1	60%	3/2	50%	3/1
ZC9110	30%	2/1	60%	3/2	90%	1/1	60%	5/3
ZC9210	30%	1/2	60%	2/3	90%	1/1	60%	5/3
ZD9130	0%	1/3	50%	1/3	60%	3/5	90%	1/1
ZD9230	0%	1/3	50%	1/3	60%	3/5	90%	1/1

Eris Flex and Standards vs CBT Treasury Futures

**All ratios are Eris/CME legs

	2 year (26)		5 Year (25)		10 year (21)		30 year (17)	
	Rate	Ratio	Rate	Ratio	Rate	Ratio	Rate	Ratio
ZA9102	40%	1/1	40%	6/5	40%	2/1	0%	3/1
ZA9205	40%	5/6	60%	1/1	50%	3/2	60%	3/1
ZB9105	40%	5/6	60%	1/1	50%	3/2	60%	3/1
ZB9205	40%	5/6	60%	1/1	50%	3/2	60%	3/1
ZC9110	30%	1/2	50%	2/3	50%	1/1	60%	5/3
ZC9210	30%	1/2	50%	2/3	50%	1/1	60%	5/3
ZD9130	20%	1/3	40%	1/3	40%	3/5	60%	1/1
ZD9230	20%	1/3	40%	1/3	40%	3/5	60%	1/1

Eris Flex and Standards vs CME Eurodollars

**All ratios are Eris/CME legs

	Eurodollars (ED)	
	Rate	Ratio
ZA9102	50%	7/10
ZA9205	50%	7/10
ZB9105	50%	3/5
ZB9205	50%	3/5
ZC9110	40%	2/5
ZC9210	40%	2/5
ZD9130	30%	1/4
ZD9230	30%	1/4

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra Spreads								
			ERIS Flex - Intra Spreads					
(10-YR INT RATE SWAP SEC COUPON)								
ZC9210	Spec		Decrease	USD	1,100	1,000	110	100
ZC9210	Hedge/Member		Decrease	USD	1,000	1,000	100	100
(30-YR INT RATE SWAP SEC COUPON)								
ZD9230	Spec		Decrease	USD	4,400	4,000	440	400
ZD9230	Hedge/Member		Decrease	USD	4,000	4,000	400	400
(ERIS 2-YR INT RATE SWAP SEC COUPON)								
ZA9202	Spec		Decrease	USD	660	600	66	60
ZA9202	Hedge/Member		Decrease	USD	600	600	60	60
(ERIS 5-YR INT RATE SWAP SEC COUPON)								
ZB9205	Spec		Decrease	USD	660	600	66	60
ZB9205	Hedge/Member		Decrease	USD	600	600	60	60
			ERIS Standards - Intra Spreads					
(ERIS STANDARD 10Y INT RATE SWAP FUT)								
ZC9110	Spec		Decrease	USD	1,100	1,000	110	100
ZC9110	Hedge/Member		Decrease	USD	1,000	1,000	100	100
(ERIS STANDARD 2Y INT RATE SWAP FUTU)								
ZA9102	Spec		Decrease	USD	660	600	66	60
ZA9102	Hedge/Member		Decrease	USD	600	600	60	60
(ERIS STANDARD 30Y INT RATE SWAP FUT)								
ZD9130	Spec		Decrease	USD	4,400	4,000	440	400
ZD9130	Hedge/Member		Decrease	USD	4,000	4,000	400	400
(ERIS STANDARD 5Y INT RATE SWAP FUTU)								
ZB9105	Spec		Decrease	USD	660	600	66	60
ZB9105	Hedge/Member		Decrease	USD	600	600	60	60