13-417

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

FROM: CME Clearing

SUBJECT: Performance Bond Requirements

DATE: Friday, September 13, 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

Friday, September 13, 2013.

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								
ERIS 7-YR INT RATE SWAP (SECONDARY) (ZC9207)								
ZC9207	Spec		New	USD			1,760	1,600
ZC9207	Hedge/Member		New	USD			1,600	1,600
ERIS 7-YR INT RATE SWAP (ZC9107)								
ZC9107	Spec		New	USD			1,760	1,600
ZC9107	Hedge/Member		New	USD			1,600	1,600

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				
(ERIS 7-YR INT RATE SWAP (SECONDARY))								
ZC9207	Customer Rate		New	USD			220	200
ZC9207	Clearing/Member		New	USD			200	200
(ERIS 7-YR INT RATE SWAP)								
ZC9107	Customer Rate		New	USD			220	200
ZC9107	Clearing/Member		New	USD			200	200

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

Rate Type	Change	Ratio	Current Initial	Current Maintenance	New Initial	New Maintenance
Inter-commodity Spread Rates						
ERIS Flex - Inter-commodity Spread Rates						
10 YEAR SWAP ERIS VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+3:-2			70%	70%
10 YR TREASURY VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+2:+3			60%	60%
30 YEAR SWAP ERIS VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+3:-1			60%	60%
30 YR TREASURY VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+1:+3			60%	60%
5 YEAR SWAP ERIS VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+1:-1			70%	70%
5 YR TREASURY VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+3:+2			50%	50%
7 YEAR SWAP ERIS VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+1:-1			90%	90%
CME 10 YEAR DSF VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+3:+2			70%	70%
CME 30 YEAR DSF VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+1:+3			60%	60%
CME 5 YEAR DSF VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+1:+1			70%	70%
EURODOLLAR TIER 10 VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+5:+3			60%	60%
EURODOLLAR TIER 11 VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+5:+3			60%	60%

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

Rate Type	Change	Ratio	Current Initial	Current Maintenance	New Initial	New Maintenance
Inter-commodity Spread Rates						
EURODOLLAR TIER 3 VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+5:+3			50%	50%
EURODOLLAR TIER 4 VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+5:+3			60%	60%
EURODOLLAR TIER 5 VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+5:+3			60%	60%
EURODOLLAR TIER 6 VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+5:+3			60%	60%
EURODOLLAR TIER 7 VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+5:+3			60%	60%
EURODOLLAR TIER 8 VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+5:+3			60%	60%
EURODOLLAR TIER 9 VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+5:+3			60%	60%
ULTRA BOND TREASURY VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+1:+3			50%	50%
ERIS Standards - Inter-commodity Spread Rates						
10 YEAR SWAP ERIS VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+3:-2			70%	70%
30 YEAR SWAP ERIS VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+3:-1			60%	60%
5 YEAR SWAP ERIS VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+1:-1			70%	70%

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 TREASURY VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+2:+3			60%	60%
30 YR TREASURY VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+1:+3			60%	60%
5 YR TREASURY VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+3:+2			50%	50%
CME 10 YEAR DSF VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+3:+2			70%	70%
CME 30 YEAR DSF VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+1:+3			60%	60%
CME 5 YEAR DSF VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+1:+1			70%	70%
EURODOLLAR TIER 10 VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+5:+3			60%	60%
EURODOLLAR TIER 11 VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+5:+3			60%	60%
EURODOLLAR TIER 3 VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+5:+3			50%	50%
EURODOLLAR TIER 4 VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+5:+3			60%	60%
EURODOLLAR TIER 5 VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+5:+3			60%	60%
EURODOLLAR TIER 6 VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+5:+3			60%	60%

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

Rate Type	Change	Ratio	Current Initial	Current Maintenance	New Initial	New Maintenance
Inter-commodity Spread Rates						
EURODOLLAR TIER 7 VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+5:+3			60%	60%
EURODOLLAR TIER 8 VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+5:+3			60%	60%
EURODOLLAR TIER 9 VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+5:+3			60%	60%
ULTRA BOND TREASURY VS 7 YEAR SWAP ERIS						
Spread Credit Rate	New	+1:+3			50%	50%