



14-155

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

FROM: CME Clearing

SUBJECT: Performance Bond Requirements

DATE: Friday, April 11, 2014

***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, April 14, 2014.**

Current rates as of:

**Friday, April 11, 2014.**

Effective Sunday, April 13, 2014 for trade date Monday, April 14, 2014 and pending all relevant CFTC regulatory review periods, please be advised that the Chicago Mercantile Exchange, Inc. (CME or EXCHANGE) will amend the contract size and multiplier for the Hurricane Seasonal Event futures in the table below. The contract multiplier is changing from 1,000 to 100,000 index points. The value per tick is changing from \$100 to \$10,000 per tick. The minimum tick remains the same at 0.1 index points.

Margin rates in this advisory reflect the scaled increase in margin as a result of the new contract multiplier

## SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
<b>Outright Rates</b>								
<b>WEATHER - Outright Rates</b>								
<b>ATLANTIC HURRICANE (HAA)</b>								
HAA	Spec			USD	2,700	2,000	270,000	200,000
HAA	Hedge/Member			USD	2,000	2,000	200,000	200,000
<b>ATLANTIC HURRICANE (HAM)</b>								
HAM	Spec			USD	2,700	2,000	270,000	200,000
HAM	Hedge/Member			USD	2,000	2,000	200,000	200,000
<b>CME- CHI GULF HPM SEASONAL MAX (HPM)</b>								
HPM	Spec			USD	2,700	2,000	270,000	200,000
HPM	Hedge/Member			USD	2,000	2,000	200,000	200,000
<b>CME CHI HPA SEASONAL ACCUMULATION (HPA)</b>								
HPA	Spec			USD	2,700	2,000	270,000	200,000
HPA	Hedge/Member			USD	2,000	2,000	200,000	200,000
<b>EASTERN U.S. HURRICANE (HXA)</b>								
HXA	Spec			USD	2,700	2,000	270,000	200,000
HXA	Hedge/Member			USD	2,000	2,000	200,000	200,000
<b>EASTERN U.S. HURRICANE (HXM)</b>								
HXM	Spec			USD	2,700	2,000	270,000	200,000
HXM	Hedge/Member			USD	2,000	2,000	200,000	200,000
<b>FL GOLD COAST HURRICANE (HDA)</b>								
HDA	Spec			USD	2,700	2,000	270,000	200,000
HDA	Hedge/Member			USD	2,000	2,000	200,000	200,000
<b>FLORIDA GOLD COAST HURRICANE (HDM)</b>								
HDM	Spec			USD	2,700	2,000	270,000	200,000
HDM	Hedge/Member			USD	2,000	2,000	200,000	200,000
<b>FLORIDA HURRICANE (HFA)</b>								
HFA	Spec			USD	2,700	2,000	270,000	200,000
HFA	Hedge/Member			USD	2,000	2,000	200,000	200,000
<b>FLORIDA HURRICANE (HFM)</b>								
HFM	Spec			USD	2,700	2,000	270,000	200,000
HFM	Hedge/Member			USD	2,000	2,000	200,000	200,000
<b>GULF COAST HURRICANE (HGA)</b>								
HGA	Spec			USD	2,700	2,000	270,000	200,000
HGA	Hedge/Member			USD	2,000	2,000	200,000	200,000
<b>GULF COAST HURRICANE (HGM)</b>								

## SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
<b>Outright Rates</b>								
HGM	Spec			USD	2,700	2,000	270,000	200,000
HGM	Hedge/Member			USD	2,000	2,000	200,000	200,000
<b>GULF COAST+FLORIDA HURRICANE (GFM)</b>								
GFM	Spec			USD	2,700	2,000	270,000	200,000
GFM	Hedge/Member			USD	2,000	2,000	200,000	200,000
<b>GULF+FLORIDA HURRICANE (FGM)</b>								
FGM	Spec			USD	2,700	2,000	270,000	200,000
FGM	Hedge/Member			USD	2,000	2,000	200,000	200,000
<b>NORTH ATLANTIC COAST HURRICANE (HNA)</b>								
HNA	Spec			USD	2,700	2,000	270,000	200,000
HNA	Hedge/Member			USD	2,000	2,000	200,000	200,000
<b>NORTH ATLANTIC COAST HURRICANE (HNM)</b>								
HNM	Spec			USD	2,700	2,000	270,000	200,000
HNM	Hedge/Member			USD	2,000	2,000	200,000	200,000
<b>SOUTH ATLANTIC COAST HURRICANE (HSA)</b>								
HSA	Spec			USD	2,700	2,000	270,000	200,000
HSA	Hedge/Member			USD	2,000	2,000	200,000	200,000
<b>SOUTH ATLANTIC COAST HURRICANE (HSS)</b>								
HSS	Spec			USD	2,700	2,000	270,000	200,000
HSS	Hedge/Member			USD	2,000	2,000	200,000	200,000