

August 22, 2002

**NOTICE**

**RE: MARGIN REQUIREMENTS**

The following changes in Exchange minimum margin requirements will be effective as of the opening of business Friday, August 23, 2002:

	From			To		
	<u>Initial/Maintenance/Hedge</u>			<u>Initial/Maintenance/Hedge</u>		
10 Year Treasury Note	\$1,620/	1,200	/1,200	\$1,755/	1,300	/ 1,300
5 Year Treasury Note	\$1,215/	900	/ 900	\$1,350/	1,000	/ 1,000
2 Year Treasury Note	\$1,080/	800	/ 800	\$1,215/	900	/ 900
10 Year Agency Futures	\$1,620/	1,200	/ 1,200	\$1,755/	1,300	/ 1,300
10 Year Swaps	\$1,620/	1,200	/ 1,200	\$1,755/	1,300	/ 1,300
Mini-Size 10 Year T-Note	\$ 810/	600	/ 600	\$ 878/	650	/ 650

Ratio	Spread	Spread Credit%	From			Spread Credit %	To		
			Amount <u>Initial/Maintenance/Hedge</u>				Amount <u>Initial/Maintenance/Hedge</u>		
1:1	10-Yr. T-Notes vs. T-Bonds	80%	\$ 837/	620/	620	75%	\$1,046/	775/	775
1:1	10-Yr. T-Notes vs. Muni Bond Index	75%	\$ 810/	600/	600	65%	\$1,134/	840/	840
5:2	5-Yr. T-Notes vs. T-Bonds	80%	\$2,052/	1,520/	1,520	75%	\$2,903/	2,150/	2,150
2:1	10-Yr. T-Notes vs. T-Bonds	85%	\$ 891/	660/	660	80%	\$1,188/	880/	880
1:1	5-Yr. T-Notes vs. T-Bonds	70%	\$1,134/	840/	840	65%	\$1,323/	980/	980
1:1	5-Yr. T-Notes vs. Muni Bond Index	70%	\$ 851/	630/	630	60%	\$1,134/	840/	840
1:1	2-Yr. T-Notes vs. 5-Yr. T-Notes	85%	\$ 385/	285/	285	80%	\$ 513/	380/	380
1:2	T-Bond vs. 10-Yr. Agency	75%	\$1,485/	1,100/	1,100	70%	\$1,782/	1,320/	1,320
3:2	5-Yr. T-Note vs. 10-Yr. Agency	80%	\$1,512/	1,120/	1,120	70%	\$2,268/	1,680/	1,680
3:2	2-Yr. T-Notes vs. 10-Yr. Agency	80%	\$1,431/	1,060/	1,060	70%	\$2,147/	1,590/	1,590
1:2	10-Yr. T-Notes vs. Mini-sized Treasury Bond	80%	\$ 837/	620/	620	75%	\$1,046/	775/	775
1:1	10-Yr. T-Notes vs. Mini-sized Treasury Bond	85%	\$ 446/	330/	330	80%	\$ 594/	440/	440
1:2	Mini-sized Bond vs. Mini-sized 10-Yr. T-Notes	85%	\$ 446/	330/	330	80%	\$ 594/	440/	440
1:1	Mini-sized Bond vs. Mini-sized 10-Yr. T-Notes	80%	\$ 419/	310/	310	75%	\$ 524/	388/	388
5:4	5-Yr. T-Notes vs. Mini-sized Treasury Bonds	80%	\$2,052/	1,520/	1,520	75%	\$2,903/	2,150/	2,150
1:2	5-Yr. T-notes vs. Mini-sized Treasury Bonds	70%	\$1,134/	840/	840	65%	\$1,323/	980/	980
1:2	Treasury Bonds vs. Mini-sized 10-Yr. T-Note	80%	\$ 837/	620/	620	75%	\$1,046/	775/	775
1:4	Treasury Bonds vs. Mini-sized 10-Yr. T-Notes	85%	\$ 891/	660/	660	80%	\$1,188/	880/	880
1:2	Municipal Bond Index vs. Mini-sized 10-Yr. T-Notes	70%	\$ 810/	600/	600	65%	\$1,134/	840/	840

Paul J. Draths  
Vice President and Secretary

Note: For contracts traded on the a/c/e system, Friday's trading day begins with the a/c/e session on Thursday evening, August 22, 2002, and the referenced changes become effective at that time.