

## Hard Red Spring Wheat (HRSW) Margins

In effect as of January 19, 2023.

Under the provisions of Rule 760.00, the Board, or its designee, hereby fixes the following minimum initial and maintenance margins:

Outright	Maintenance Margin
Mar 24 - May 25	\$2,500

Spread		Maintenance Margin
Mar 24	May 24	\$300
Mar 24	Jul 24	\$500
Mar 24	Sep 24	\$700
Mar 24	Dec 24 - May 25	\$900
May 24	Jul 24	\$500
May 24	Sep 24	\$700
May 24	Dec 24 - May 25	\$900
Jul 24	Sep 24	\$500
Jul 24	Dec 24	\$700
Jul 24	Mar 25 – May 25	\$900
Sep 24	Dec 24	\$500
Sep 24	Mar 25	\$700
Sep 24	May 25	\$900
Dec 24	Mar 25 – May 25	\$900
Mar 25	May 25	\$900

Spot Month Margin Add-On Charge			
Commodity Code	Spot Month	Intra-commodity Spread Charge	Outright Charge
Hard Red Spring Wheat (HRSW)	March 24	\$0	\$0

Volatility Scan Range (VSR) Rate		
Commodity Code	Contract Month	VSR Rate
Hard Red Spring Wheat (HRSW)	All	12.00%

**Initial Margin.** Accounts with a heightened risk profile will be charged an initial margin rate of 110% of the maintenance margin rate for each product.

**Margins on Options.** Under the provisions of Rule 760.00, the Board, or its designee, hereby establishes that minimum margins for option transactions will be determined by the Standard Portfolio of Analysis of Risk<sup>®</sup> (SPAN<sup>®</sup>)\*\*\* margin calculations.

The MGEX margin setting methodology is risk based, taking into consideration unusual but plausible market movements. Margins are measured daily and subject to change at any time based upon additional and changing data, information and market conditions.

\*\*\* SPAN<sup>®</sup> is a registered trademark of the Chicago Mercantile Exchange. The Chicago Mercantile Exchange assumes no liability in connection with the use of SPAN<sup>®</sup> by any person or entity.

**Acceptable Collateral.** In accordance with Regulation 2106.00., MGEX currently only accepts collateral in the form of cash (USD) and short-term (12 months or less) U.S. Treasury Bills. A 1% haircut is applied to all Treasury Bills.