

DATE: March 1, 2017

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

FROM: CME Clearing

NOTICE #: 17-083

SUBJECT: Change in Interest Rate Paid on Customer Segregated and Customer Cleared Swaps Performance Bond USD Cash Balances

CME Inc. received approval to open customer U.S. dollar ("USD") accounts at the Federal Reserve Bank of Chicago, which allows CME Inc. to hold customer USD cash performance bond (initial margin) deposits in a Federal Reserve Bank account.

Effective on March 20, 2017, CME Clearing will increase the interest rate paid on USD cash performance bond deposits for customer segregated and customer cleared swaps from the current rate of 37 basis points to 60 basis points per annum.

Please Note: This rate change is contingent on the Federal Reserve Bank of Chicago's operational readiness for new accounts and therefore subject to change.

The rate paid will be available daily on the following link and is subject to change, based on market conditions:

<http://www.cmegroup.com/clearing/financial-and-collateral-management/acceptable-collateral-for-cash.html>

The monthly USD interest payment will continue to occur during the first week of the following month.

CME will continue to pay an interest rate of 60 basis points per annum on clearing member house (proprietary) performance bond USD cash deposits and 37 basis points per annum on guaranty fund cash deposits.

For more information, please contact CME Clearing at 312-207-2594.