

TO: Clearing Member Firms; Back Office Managers
FROM: CME Clearing
DATE: March 23, 2018
ADVISORY #: 18-126
SUBJECT: SONIA Reform & GBP OIS

Please be advised that changes related to the upcoming reform of the Sterling Overnight Interbank Average (SONIA) index are scheduled to go live in the New Release environment on March 28, 2018.

These changes will affect all cleared GBP OIS. Operational impacts include referencing a new index name (GBP-SONIA-COMPOUND) and a change to publication date of the revised daily rate. The pricing for the revised rate will be published later than the current reference rate, necessitating a one-day delay to the coupon payments on cleared GBP OIS. Interest is paid from the payer to the receiver of the coupon in order to compensate for the delay. All cleared trades will be amended to reference the new index name and this name will be passed to members on all CME reporting and messaging.

Production Date: April 23, 2018, subject to further review and approval.

Specifications and message samples are available on IntraLinks. For more information, please contact the CME Client Services Team at onboarding@cmegroup.com or 312.338.7112.