


CME Group | Advisory Notice

TO: Clearing Member Firms; Back Office Managers
 FROM: CME Clearing
 SUBJECT: **OTC Holiday Advisory – Independence Day**

On Tuesday, July 4, 2017, CME Clearing will be open to clear trades. Due to the holiday, however, there will be several impacts to CME Clearing’s processing and trade submission timelines for OTC products. For details on these impacts, please see the tables below.

Trade Submission and Variation Margin Settlement:

Trade Date	Asset Class	Currency	Clear Date	Upfront Fee Settlement Date
Tuesday, July 4, 2017	IRS	USD	Wednesday, July 5 th	Thursday, July 6 th
		All other T+1 Currencies	Tuesday, July 4 th	Wednesday, July 5 th
		All other T+2 Currencies	Tuesday, July 4 th	Thursday, July 6 th
	CDS	USD-CDX	Wednesday, July 5 th	Thursday, July 6 th
		EUR-iTraxx	Tuesday, July 4 th	Wednesday, July 5 th

Since July 4, 2016 is a USD holiday (Independence Day) USD swaps submitted on Tuesday, July 4, 2017 will clear on Wednesday, July 5th, 2017 and will settle on Thursday, July 6, 2017. For all other currencies it will be business as usual.

OTC FX holiday information will be sourced From COPP CLARK.

Price Alignment Interest:

The table below provides information related to PAI calculation for Independence Day.

Close of Business Date	Currency	Number of Days for PAI
Monday, July 3, 2017	USD	2
	All other Currencies	1

Initial Margin Calculations:

Close of Business Date	Product	Currencies	Will CME generate new IM requirements
Monday, July 3, 2017	IRS	All Currencies	Yes
	CDS	USD-CDX	Yes
		EUR-iTraxx	Yes
	OTC FX	All Currency Pairs	Yes

EOD Reporting:

Please refer to the table below for CME Clearing's plans to produce end of day reporting in both the New Release and Production environments for the Independence Day holiday.

Date	Product	Environment	EOD Reports Produced
Tuesday, July 4, 2017	CDS	Production	Yes
	CDS	New Release (UAT)	Yes
	IRS	Production	Yes
	IRS	New Release (UAT)	Yes
	OTC FX	Production	Yes
	OTC FX	New Release (UAT)	Yes

CDX and iTraxx Price Submission:

CDS Price Submission Schedule			
Date		Early Close	Price Submission required
Tuesday, July 4, 2017	USD-CDX	No	No
	EUR-iTraxx	No	Yes
Monday, July 3, 2017	USD-CDX	Yes	Yes
	EUR-iTraxx	No	Yes

If you have questions, please contact the CME Client Services Team at onboarding_clearing@cmegroup.com.

Regards,
CME Clearing