



Advisory Notice

Clearing House

12-432

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

FROM: CME Clearing

SUBJECT: CDS Margin Parameter Change in New Release

DATE: October 08, 2012

Please be advised that CME Clearing is updating CDS margin related parameters for Single Names in the New Release Environment. Effective October 15, 2012, the Duration Series Tenor (DST) parameter used to calculate the liquidity margin will be as following:

- Basic Materials = 5
- Oil & Gas = 5
- Telecommunications = 5
- Financials = 5

Only portfolios that contain Basic Materials, Oil & Gas, Telecommunications and Financials Single Names will be impacted by the DST change.

Contact the CME Client Services Group at onboarding@cmegroup.com if you have any questions.

Regards,

CME Clearing