



17-392

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

FROM: CME Clearing

SUBJECT: Review of Collateral Haircuts Advisory

DATE: October 9, 2017

In conjunction with the regular review of market volatility to ensure adequate collateral coverage, please find below the current acceptable collateral and haircuts for CME Clearing. Please note that the changes column identified below indicates any near term changes to collateral and haircuts. All assets that are utilized to meet PB requirements in different currencies will be subject to an additional cross-currency haircut. For applicable haircuts and more details, please see the [CME cross-currency haircut file](#) and the [CME Financial and Collateral Management page](#). Should you have any questions, please contact the Financial Management group at 312-207-2594.

Current Haircuts										
Asset Class		Time to Maturity				Changes				
		0 to ≤ 1 years	>1 to ≤ 3 years	>3 to ≤ 5 years	>5 to ≤ 10 years	>10 years				
U.S. Treasuries	TBILL	0.5%	--	--	--	--				
	TFRN	1.0%	2.0%	--	--	--				
	TNOTE/TBOND	1.0%	2.0%	3.0%	4.5%	6.0%				
	TIPS	1.0%	2.0%	3.0%	4.5%	6.0%				
	TSTRIP	11.0%	11.0%	11.0%	11.0%	11.0%				
U.S. Government Agencies	0 to ≤ 5 years		>5 to ≤ 10 years		>10 years					
	FFCB, FHLB, FHLMC, FNMA	3.5%				--				
	NOTE/BOND	4.0%		5.5%		7.0%				
	Mortgage Backed Securities (FNMA, FHLMC, GNMA)	11.0%		11.0%		11.0%				
Foreign Sovereign Debt		0 to ≤ 5 years		>5 to ≤ 10 years	>10 to ≤ 30 years	>30 years				
	BILL	5.0%				--				
	NOTE/BOND	6.0%		7.5%	9.0%	10.5%				
Canadian Provincials		0 to ≤ 5 years		>5 to ≤ 10 years	>10 years					
	BILL	25.0%		--	--					
	NOTE/BOND	25.0%		--	--					
Cash	US Dollar, Australian dollar, British pound, Canadian dollar, Danish krone, Euro, Hong Kong dollar, Japanese yen, New Zealand dollar, Norwegian krone, Singapore dollar, Swedish krona, Swiss franc, Czech koruna, Hungarian forint, Mexican peso, Offshore Chinese Renminbi, Polish zloty, South African rand, and Turkish lira				Please see the CME cross-currency haircut file					
Gold	15%									
IEF 2	3%									
IEF 4	IEF4 – Corporate Bonds 20% Haircut. Contact Clearing House for more details.									
IEF 5	No Haircut									
Stock	30%									
ETF	30%									
Letters of Credit	No Haircut									