



# 18-169

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

FROM: CME Clearing  
 SUBJECT: Review of Collateral Haircuts Advisory  
 DATE: April 27, 2018

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%				
		0 to ≤ 5 years		>5 to ≤ 10 years	>10 years					
U.S Government Agencies	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%					
		0 to ≤ 5 years		>5 to ≤ 10 years	>10 to ≤ 30 years	>30 years				
Foreign Sovereign Debt	BILL	5.0%				--				
	NOTE/BOND	6.0%		7.5%	9.0%	10.5%				
		0 to ≤ 5 years		>5 to ≤ 10 years	>10 years					
Canadian Provincials	BILL	25.0%		--	--					
	NOTE/BOND	25.0%		--	--					
		0 to ≤ 5 years		>5 to ≤ 10 years	>10 years					
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 <a href="#">CME cross-currency haircut file</a>									
Gold	15%									
IEF 2	3%									
IEF 5										
IEF 4/ CORP	IEF4 – Corporate Bonds 20% Haircut.									
Stock	30%									
ETF	30%									
Letters of Credit	No Haircut									
PTF	Follows underlying U.S. Treasury haircut schedule for TBILL/TNOTE/TBOND.									