

TO: Clearing Member Firms
 Chief Financial Officers
 Back Office Managers

FROM: CME Clearing

Advisory #: 19-159

SUBJECT: IBRD Debt Collateral Acceptance

DATE: May 20, 2019

Effective June 3, 2019, CME Clearing (CME) is amending its list of acceptable collateral to include certain debt instruments issued by the International Bank for Reconstruction and Development (“IBRD Debt”). IBRD Debt will be accepted by CME for Base and IRS performance bond requirements.

CME will utilize the following criteria and limits for acceptance of IBRD Debt:

- Limit of \$250 million for all IBRD Debt on deposit, per clearing member (and affiliates)
- CUSIP-level limit of 10% of issuance size, per clearing member (and affiliates)
- USD-denominated securities
- Time to maturity of less than 10 years
- \$1 billion minimum issuance size for fixed-rate coupon instruments
- Discount notes are allowed
- No derivative features

IBRD Debt is Federal Reserve Bank eligible for transfer via the Fedwire Securities Service and can be delivered to CME approved custodians. For more information regarding CME approved custodians, see the CME [website](#).

IBRD Debt instruments are subject to the haircuts listed in the table below as well as cross-currency haircuts listed on our [website](#).

Asset Class	Haircut Schedule			Limit
	Time to Maturity			
	0 to ≤ 3 yrs	>3 to ≤5 yrs	>5 to ≤10 yrs	
IBRD Debt	3%	4%	5%	\$250m

In addition, clearing members who deposit IBRD Debt instruments with CME will be charged the same collateral fees as listed in the [collateral fee schedule](#).

For collateral acceptance criteria, as well as information regarding limits and haircuts, please see the [Standard Acceptable Collateral and Resources website](#).

For questions regarding delivery instructions or testing, please contact ClearingHouseFinancial@cmegroup.com.

For all other questions, please contact Credit Risk at CreditRisk@cmegroup.com.