CME Group | Advisory Notice

#19-251

TO: Clearing Member Firms
Chief Financial Officers
Back Office Managers

FROM: CME Clearing

SUBJECT: REMINDER - August 2019 Eligible Corporate Bonds, ETFs, and Stocks

DATE: August 2, 2019

CME Clearing accepts corporate bonds, ETFs and stocks for Base and IRS performance bond requirements. The August 2019 acceptable CUSIPs are now available on CME's website. As a reminder, effective today, CME Clearing has implemented changes to the format of its eligibility lists and going forward CME Clearing will only produce 1 csv file per asset type. Additional details can be found in the Advisory Notice published on June 20, 2019. Please also refer to the collateral website for further details regarding acceptable collateral criteria, haircuts, and limits.

CME Clearing utilizes The Depository Trust Company ("DTC") as the custodian for the ETF and stock programs, as well as the corporate bond direct program. In order to participate in these programs, clearing members must either utilize a custodian bank or have an account with DTC.

Clearing members with an account at DTC can directly originate pledges of securities to a CME account and request the release of pledged securities. CME staff has direct access to DTC's Settlement Web Service to view clearing member pledges and approve release requests. Release transactions are not finalized until CME has approved the transactions. Clearing members have the opportunity to pledge securities in the morning to facilitate the release of a.m. cash calls or request the release of pledged securities. The deadline for entering morning transactions to be processed before the intraday settlement cycle is 10:30 a.m. CST. After the intraday cycle, clearing members have an additional opportunity to instruct pledges or to request the release of securities until approximately 1:30 p.m. CST.

For further information, please contact the Clearing House Banking Team at (312) 207-2594.