

DATE: March 3, 2020

TO: Clearing Member Firms

FROM: CME Clearing

NOTICE #: 20-070

SUBJECT: Change in Interest Rate on Guaranty Fund USD Cash Balances

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Effective March 4, 2020, CME Clearing will modify the interest rate paid on USD cash balances on deposit by clearing members accordingly:

- The interest rate paid on USD cash balances on deposit by clearing members to meet guaranty fund requirements associated with products in the Base waterfall and in the Cleared Swaps IRS waterfall will decrease from the current rate of 123 basis points to 73 basis points.

The interest rate paid on USD cash balances on deposit by clearing members to meet customer and house (proprietary) performance bond requirements associated with products in the Base waterfall will continue to be based on the benchmark formula of the Interest on Excess Reserves ("IOER") minus 25 basis points.

The interest rate paid on USD cash balances on deposit by clearing members to meet customer and house (proprietary) performance bond requirements associated with products in the Cleared Swaps IRS waterfall will continue to be based on the benchmark formula of the Interest on Excess Reserves ("IOER") minus 10 basis points.

The rate paid will be available daily on the following link and is subject to change, based on market conditions:

<https://www.cmegroup.com/clearing/financial-and-collateral-management/cash-interest-rates-and-non-cash-collateral-fees.html>

The monthly USD interest payment will continue to occur during the first week of the following month.

For more information, please contact CME Clearing at 312-207-2594.