

TO: Clearing Member Firms
Chief Financial Officers
Back Office Managers

FROM: CME Clearing

Advisory #: 20-211

SUBJECT: 400-toz Gold Warrants as Collateral

DATE: May 26, 2020

In response to customer inquiries regarding expanded delivery options of the Gold (Enhanced Delivery) futures contract, CME Clearing confirms that its existing collateral policy includes acceptance of COMEX gold warrants representing 400-troy ounce gold bars to meet Base and IRS performance bond requirements in the House origin. This collateral eligibility is in addition to the 100-troy ounce COMEX gold warrants currently accepted to meet Base and IRS performance bond requirements in the House origin.

The change will be available in Production on June 1, 2020, and available for clearing member and depository testing on May 26, 2020 in the New Release environment.

There are no changes to collateral fees for gold warrants listed in the [collateral fee schedule](#).

There are no changes to limits or haircuts for gold warrants. For collateral acceptance criteria, as well as information regarding limits and haircuts, please see the [Standard Acceptable Collateral and Resources website](#).

For further information related to collateral, please contact CME Clearing Credit Risk at CreditRisk@cmegroup.com.

For further information or questions related to the operational process or testing, please contact the Deliveries team or Financial Operations team:

Deliveries

Telephone: 312.930.3172

Email ClearingHouseDelivTeam@cmegroup.com

Financial Operations

Telephone: 312.207.2594

Email ClearingHouseFinancial@cmegroup.com