

# 20-217

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

FROM: CME Clearing  
SUBJECT: Review of Collateral Haircuts Advisory  
DATE: May 29, 2020

In conjunction with the regular review of market volatility and to ensure adequate collateral coverage, please find below the current acceptable collateral and haircuts for CME Clearing. Please note that the "Changes" column indicates changes to collateral haircuts effective RTH cycle on June 9, 2020. All assets utilized to meet PB requirements in different currencies are 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.

Haircut Schedule Effective June 10, 2020								
Asset Class	Time to Maturity						Changes	
		0 to ≤1 year	>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%	<b>8.0%</b>	>10yr increase from 6% to 8%	
	TIPS	1.0%	2.0%	3.0%	4.5%	<b>8.0%</b>	>10yr increase from 6% to 8%	
	TSTRIP	11.0%	11.0%	11.0%	11.0%	11.0%	-	
U.S. Government Agencies		0 to ≤5 years			>5 to ≤10 years	>10 years		
	<i>FFCB, FHLB, FHLMC, FNMA</i>	3.5%					-	
	NOTE/BOND	4.0%			5.5%	<b>9.0%</b>	>10yr increase from 7% to 9%	
	Mortgage Backed Securities (FNMA, FHLMC, GNMA)	11.0%			11.0%	11.0%	-	
Supranationals		0 to ≤1 year	>1 to ≤3 years	>3 to ≤5 years	>5 to ≤10 years	>10 years		
	IBRD Note	3%		4%	5%	--		
	IBRD Discount Note	3%	--	--	--	--		
Foreign Sovereign Debt		0 to ≤5 years			>5 to ≤10 years	>10 to ≤30 years	>30 years	
	BILL	5.0%						-
	NOTE/BOND	6.0%			7.5%	9.0%	10.5%	-
Canadian Provincials		0 to ≤5 years			>5 to ≤10 years	>10 years		
	BILL	25.0%			--	--		-
	NOTE/BOND	25.0%			--	--		-
Cash	US Dollar, Australian dollar, British pound, Canadian dollar, Danish krone, Euro, Hong Kong dollar, Japanese yen, New Zealand dollar, <b>Norwegian krone</b> , Singapore dollar, Swedish krona, Swiss franc, Czech koruna, Hungarian forint, Mexican peso, Offshore Chinese Renminbi, Polish zloty, and South African rand. Please see the <a href="#">CME cross-currency haircut file</a>						Norwegian krone increase from 7.5% to 10%.	
Gold and Gold Warrants	15%							
IEF 2	3%						-	
IEF 4/ CORP		0 to ≤5 years		>5 to ≤10 years	>10 years		5-10 yr increase from 20 to 25% and >10 yr increase from 20% to 30%.	
	NOTE/BOND	20.0%		<b>25.0%</b>	<b>30.0%</b>			
Stock	30.0%						-	

ETF	30.0%	-
Letters of Credit	No Haircut	-
PTF	Follows underlying U.S. Treasury haircut schedule for TBILL/TNOTE/TBOND.	See above changes for U.S.Treasuries

\*Please see website for applicability of each asset class towards IRS and Futures requirements.