

TO: Clearing Member Firms; Back Office Managers

FROM: CME Clearing

ADVISORY #: 20-298

DATE: 8/3/2020

SUBJECT: Fed Funds and SOFR Maximum Maturity Extension to 51 years in Production

CME is extending the maximum maturity of Fed Funds and SOFR OTC Interest Rate products eligible for clearing, pending completion of all regulatory review periods. All OTC swaps referencing Fed Funds and SOFR indices will be eligible to clear out to 51 years (currently 30 years) from the cleared date.

The maximum maturity is calculated from the cleared date through the unadjusted maturity date of the swap, equal to **18,638** calendar days (includes a 10-day buffer to account for holidays and date adjustments).

Product Scope:

Basis Swaps

- USD-Federal Funds-H.15 vs USD-LIBOR-BBA (1m, 3m and 6m)
- USD-SOFR-COMPOUND vs USD-LIBOR-BBA (1m, 3m and 6m)
- USD-Federal Funds-H.15-OIS-COMPOUND vs USD-SOFR-COMPOUND

OIS

- USD-Federal Funds-H.15-OIS-COMPOUND
- USD-SOFR-COMPOUND

This enhancement will be live in the Production environment and available in CME CORE on **August 10th**, 2020, pending completion of all regulatory review periods. This has been available for testing in New Release since **July 8th**, 2020.

For questions, please contact the CME Client Services Team at onboarding_clearing@cmegroup.com or 312.338.7112.

Regards,

CME Clearing