



Clearing Advisory Notice

DATE: December 16, 2020

TO: Clearing Member Firms

FROM: CME Clearing

ADVISORY #: 20-481

SUBJECT: **SPAN 2™ Margin Framework Production Parallel Margin Reporting Update**

The new SPAN 2 Margin Breakdown Report is being enhanced on December 15th. The report format will stay the same and CME will begin populating additional information as summarized in the release notes as part of Production Parallel Testing.

Clearing Members may access the report through the Clearing Enterprise Reporting Portal (EREP) for production parallel testing. As a reminder, the report simulates portfolio risk requirements by taking production portfolios and running in-scope energy products through the SPAN 2 framework and all other products through the current SPAN® methodology to compute a single portfolio requirement. This report is published in EREP on a T+1 basis by 4 pm CT.

The scope of these enhancements are summarized below. Further details and release notes related to this report can be found in specifications [here](#).

Report Summary – In Scope for this Release

- Report addresses all the outstanding enhancements for Portfolio and POD Margin Level
- House and Customer based margin aggregation of portfolio level requirements
- Omnibus margin reporting enhancements for outright positions

Report Summary – In scope for future release

- Report will reflect Product Group Margin Level details
- House requirements will reflect 2-Day MPOR

Information regarding the details of all SPAN 2 margin is available [here](#).

FCM users who currently have access to Risk Reports in EREP will automatically have access to this report. FCM users can request access to EREP by completing [this form](#) and requesting “EREP - Risk Reports” under the “EREP Report Access” section.

For more information please contact CME Clearing at posttradeservices@cmegroup.com or via phone at Chicago (312) 580 5353 | London (44) 203 379 3198 | Singapore (65) 6593 5591.