

# 21-261

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

FROM: CME Clearing  
SUBJECT: Review of Collateral Haircuts Advisory  
DATE: July 23, 2021

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. 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        |  |               |                |                 |                 |                  |                          |
|-------------------------|--|---------------|----------------|-----------------|-----------------|------------------|--------------------------|
| Instrument              | 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%            | 8.0%             | -                        |
|                         | TIPS   | 1.0%          | 2.0%           | 3.0%            | 4.5%            | 8.0%             | -                        |
|                         | 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        |                          |
|                         | FFCB, FHLB, FHLMC, FNMA  | 3.5%          |                |                 |                 |                  | -                        |
|                         | NOTE/BOND  | 4.0%          |                |                 | 5.5%            | 9.0%             | -                        |
|                         | 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%            | 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, Norwegian krone, 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> |               |                |                 |                 |                  | -                        |
| Gold and Gold Warrants  | 15%  |               |                |                 |                 |                  |                          |
| IEF 2                   | 2%   |               |                |                 |                 |                  | Decreased to 2% from 3%. |
| IEF 4/ CORP             |  | 0 to ≤5 years |                | >5 to ≤10 years | >10 years       |                  |                          |
|                         | NOTE/BOND  | 20.0%         |                | 25.0%           | 30.0%           |                  | -                        |
| Stock                   | 30.0%  |               |                |                 |                 |                  | -                        |
| ETF                     | 30.0%  |               |                |                 |                 |                  | -                        |
| Letters of Credit       | No Haircut   |               |                |                 |                 |                  | -                        |
| PTF                     | Follows underlying U.S. Treasury haircut schedule for TBILL/TNOTE/TBOND.   |               |                |                 |                 |                  | -                        |

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