

TO: Clearing Member Firms; Back Office Managers

FROM: CME Clearing

ADVISORY #: 22-161

DATE: 4/25/2022

SUBJECT: OTC IRS Production Advisory – USD-LIBOR FRA Clearing Support

Please be advised that CME will amend clearing support for USD-LIBOR Forward Rate Agreements (USD FRAs) in the Production environment on **May 2, 2022**. The change has been live in the New Release environment since April 13, 2022. The amendment will limit the maximum maturity currently supported for this product from 3 years (from Cleared Date) to June 30, 2023. This change is being made well in advance of the “Index Cessation Effective Date” for all major USD LIBOR tenors immediately following June 30, 2023.

**Impact to New USD FRAs**

CME will continue to offer clearing support for USD FRAs with Effective Dates up to and including June 30, 2023. FRAs with Effective Dates past that date (July 3, 2023 onwards) will not be accepted for clearing due to the cessation of the relevant LIBOR tenors. CME CORE will support this change as well.

**Impact to Existing USD FRAs**

CME does not currently hold open interest in cleared USD FRAs with Effective Dates past June 30, 2023.

For questions, please contact the CME Client Services Team at [onboarding\\_clearing@cmegroup.com](mailto:onboarding_clearing@cmegroup.com) or +1 312 338 7112.

Regards,

CME Clearing