CME Group

24-196

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

FROM: CME Clearing
SUBJECT: Review of Collateral Haircuts
DATE: July 11, 2024

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**
U.S. Treasuries		0 to ≤1 year	>1 to ≤ 3 years	>3 to ≤ 5 years	>5 to ≤ 10 years	>10 years		
	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 CME cross-currency haircut file							-
Gold and Gold Warrants	15%							-
IEF 2	2%							-
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	25.0%							-
UST ETFs	3.0%							-
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.
*Deposits in OCC/CME cross-margins accounts utilize the more conservative haircut of the respective organizations.