

Advisory Notice

Clearing House

TO: Clearing Member Firms
FROM: Clearing House Department
ADVISORY #: 05-276
DATE: November 30, 2005
SUBJECT: **New Settlement Breakdown Reports**

Two new clearing reports are now available via InfoPac and/or Document Direct to clearing firm staff who have access to the Trade Register Report. They are:

- **CPMRPT96C**, the **Settlement Breakdown by Position Account** report, and
- **CPMRPT96D**, the **Settlement Breakdown by Settlement Account** report.

The Settlement Breakdown by Position Account report shows you, for each business day, the aggregate settlement variation and option premium amounts in each position account, by currency, broken out by which settlement account they are routed to for banking.

The Settlement Breakdown by Settlement Account report shows you, for each business day, the aggregate settlement variation and option premium amounts for each settlement account, by currency, broken out by the position accounts from which they originated.

The two reports are useful for reconciling the aggregate variation and premium amounts for each position account as reported on the Trade Register, with the actual amounts banked.

For example, many firms have variation and premium amounts from multiple position accounts being routed to a single settlement account, either because they have separate position accounts for different affiliated companies, or because they maintain different position accounts for CBOT versus CME business. In this case, the CPMRPT96C report will show you, for each position account, the settlement account to which the money was routed, and the CPMRPT96D report will show you the position account(s) from which the total settlement money originated.

The reports should be particularly useful for firms participating in CME Auction Markets. These are the first CME products which are "customer non-segregated". In other words, they are not subject to segregation requirements applicable to normal futures and options, and in fact variation money flows for customer positions in CME Auction Markets products must be kept strictly separate from corresponding customer flows for normal futures and options.

Firms with customer positions in CME Auction Markets products will typically keep these in their normal customer position account, which also contains positions in products subject to customer-segregation requirements. In this case, the CPMRPT96C report shows you how much of the total variation amount for the position account, was for customer-seg positions, and how much was for customer-non-seg positions. The CPMRPT96D report shows you, of the total money hitting the customer-seg settlement account or the customer-non-seg settlement account, the individual pieces broken out by the position account from which they originated.

The new reports are typically available at about the same time each evening as the Trade Register report.