

TO: Clearing Member Firms; Back Office Managers

FROM: CME Clearing

SUBJECT: **OTC Holiday Advisory – Presidents’ Day**

On Monday, February 19, 2018 (Presidents’ Day), CME Clearing will be open to clear trades. Due to the holiday, however, there will be several impacts to CME Clearing’s processing and trade submission timelines for OTC products. For details on these impacts, please see the tables below.

Trade Submission and Variation Margin Settlement:

Trade Date	Asset Class	Currency	Clear Date	Upfront Fee Settlement Date
Monday, February 19, 2018	IRS	USD, CAD, BRL, KRW, INR	Tuesday, February 20 th	Wednesday, February 21 st
		All other T+1 Currencies	Monday, February 19 th	Tuesday, February 20 th
		All other T+2 Currencies	Monday, February 19 th	Wednesday, February 21 st
	CDS	USD-CDX EUR-iTraxx	Tuesday, February 20 th Monday, February 19 th	Wednesday, February 21 st Tuesday, February 20 th

Since February 19, 2018 is a USD holiday (Presidents’ Day) and Canadian holiday (Family Day), CAD & USD swaps submitted on Monday, February 19, 2018 will clear on Tuesday, February 20, 2018 and will settle on Wednesday, February 21, 2018. BRL, KRW and INR swaps submitted on Monday, February 19, 2018 will clear on Tuesday, February 20, 2018 as these currencies are non-deliverable and settle in USD. For all other currencies it will be business as usual.

OTC FX holiday information will be sourced from COPP CLARK.

Price Alignment Amount:

The table below provides information related to PAA calculation for Presidents’ Day.

Close of Business Date	Currency	Number of Days for PAA
Friday, February 16, 2018	USD, CAD, BRL, KRW, INR	4
	All other currencies	3

Initial Margin Calculations:

Close of Business Date	Product	Currencies	Will CME generate new IM requirements?
Monday, February 19, 2018	IRS	All Currencies	Yes
	CDS	USD-CDX	Yes
		EUR-iTraxx	Yes
OTC FX	All Currency Pairs	Yes	

EOD Reporting:

Please refer to the table below for CME Clearing's plans to produce end of day reporting in both the New Release and Production environments for Presidents' holiday.

Date	Product	Environment	EOD Reports Produced?
Monday, February 19, 2018	CDS	Production	Yes
	CDS	New Release (UAT)	Yes
	IRS	Production	Yes
	IRS	New Release (UAT)	Yes
	OTC FX	Production	Yes
	OTC FX	New Release (UAT)	Yes

CDX & iTraxx Price Submission:

Close of Business Date	Product	Price Submission
Friday, February 16 th	USD-CDX	Yes
	EUR-iTraxx	Yes
Monday, February 19 th	USD-CDX	No
	EUR-iTraxx	Yes

If you have questions, please contact the CME Client Services Team at onboarding@cmegroup.com.

Regards,
CME Clearing