

TO: Clearing Member Firms
FROM: CME Clearing
DATE: October 4, 2012
ADVISORY #: 12-429
SUBJECT: **Products in the “Customer Cleared Swaps” Regulatory Class**

Effective on Monday, November 5, 2012, and pursuant to CFTC regulations, CME’s “Cleared OTC Customer Sequestered” regulatory class will be replaced by a new class, called “Customer Cleared Swaps.” There are various regulations which will apply to these products, especially Legally Segregated Operationally Commingled (“LSOC”).

The set of CME-cleared products which when held by customers of FCM’s falls into the Cleared OTC Customer Sequestered regulatory class, is precisely the same which will be in the new Customer Cleared Swaps class on November 5. It consists of the following:

- All Interest Rate Swaps
- All Credit Default Swaps
- All FX Non-Deliverable Forwards and Cash-Settled Forwards as enumerated below
- Metal Forwards and seventeen commodity and energy swaps as enumerated below

FX Forwards in the Customer Cleared Swaps Regulatory Class

CME	AUDJYC	Australian Dollar / Japanese Yen
CME	AUDUSC	Australian Dollar / US Dollar
CME	CADJYC	Canadian Dollar / Japanese Yen
CME	EURADC	Euro / Australian Dollar
CME	EURBPC	Euro / British Pound
CME	EURJYC	Euro / Japanese Yen
CME	EURSFC	Euro / Swiss Franc
CME	EURUSC	Euro / US Dollar
CME	GBPUSC	British Pound / US Dollar
CME	NZDUSC	New Zealand Dollar / US Dollar
CME	USDBRL	US Dollar / Brazilian Real
CME	USDCAD	US Dollar / Canadian Dollar
CME	USDCKC	US Dollar / Czech Koruna
CME	USDCLP	US Dollar / Chilean Peso
CME	USDCNY	US Dollar / Chinese Renminbi Yuan
CME	USDCOP	US Dollar / Colombian Peso
CME	USDDKC	US Dollar / Danish Krone
CME	USDHFC	US Dollar / Hungarian Forint
CME	USDHKC	US Dollar / Hong Kong Dollar
CME	USDIDR	US Dollar / Indonesian Rupiah
CME	USDINR	US Dollar / Indian Rupee
CME	USDISC	US Dollar / Israeli Shekel
CME	USDJYC	US Dollar / Japanese Yen
CME	USDKRW	US Dollar / Korean Won
CME	USDMPC	US Dollar / Mexican Peso
CME	USDMYR	US Dollar / Malaysian Ringgit
CME	USDNKC	US Dollar / Norwegian Krone
CME	USDPEN	US Dollar / Peruvian Sol
CME	USDPHP	US Dollar / Philippine Peso

CME	USDPZC	US Dollar / Polish Zloty
CME	USDRUB	US Dollar / Russian Ruble
CME	USSDDC	US Dollar / Singapore Dollar
CME	USDSFC	US Dollar / Swiss Franc
CME	USDSKC	US Dollar / Swedish Krona
CME	USDTBC	US Dollar / Thai Baht
CME	USDTLC	US Dollar / Turkish Lira
CME	USDTWD	US Dollar / Taiwan Dollar
CME	USDZRC	US Dollar / South African Rand

Metal Forwards in the Customer Cleared Swaps Regulatory Class

COMEX GB	London OTC Gold Forward
COMEX GBC	London OTC Gold Forward – Cash Mark-to-Market
NYMEX LSF	London OTC Silver Forward

Commodity and Energy Swaps in the Customer Cleared Swaps Regulatory Class

CBOT	DG2	Dow-Jones UBS Commodity Index Excess Return 2-Month Forward Swap
CBOT	DG3	Dow-Jones UBS Commodity Index Excess Return 3-Month Forward Swap
CBOT	DGS	Dow-Jones UBS Commodity Index Swap
CME	GCO	S&P GSCI Excess Return Crude Oil Swap
CME	GDI	S&P GSCI Excess Return Gold Index Swap
CME	RRE	S&P GSCI Enhanced Excess Return Swap
CME	SE2	S&P GSCI Index Excess Return 2-Month Forward Swap
CME	SE3	S&P GSCI Index Excess Return 3-Month Forward Swap
CME	SES	S&P GSCI Index Swap
CBOT	UFN	Urea (Granular) FOB US Gulf Swap
CBOT	UFU	UAN FOB NOLA Swap
CBOT	DFT	DAP FOB Tampa Swap
CBOT	DFL	DAP FOB NOLA Swap
CBOT	UFZ	Urea (Prilled) FOB Yuzhny Swap
CBOT	UFG	Urea (Granular) FOB Egypt Swap
CME-ECM	MII	Midwest ISO Independent Hub 5MW Peak Calendar Month Swap-(CME ECM)

Note that the NYMEX wet freight forwards and the GSCI Excess Return forward were in the swaps regulatory class, but have been de-listed and are no longer available for clearing. These product codes were **CME ERF** and **NYMEX FB9, FC2, FC4, FC5, FC6, FDD, FPA, FRB, FT3, FT5, FT7**.

CME also clears certain commodity swaps today for which the CFTC has provided “4d” orders, meaning that customer positions in these products shall be held in the segregated futures regulatory class. These products are the corn, wheat and soybeans cleared OTC calendar swaps. Customer positions in these commodity swaps are **not** part of the Customer Cleared Swaps regulatory class and will **not** be subject to LSOC.

Commodity Swaps in Futures Segregation and Not Part of LSOC

CBOT	71	Denatured Fuel Ethanol Forward Month Swap
CBOT	WCS	Wheat Calendar Swap
CBOT	CCS	Corn Calendar Swap
CBOT	SNS	Soybean Calendar Swap

For more information please contact CME Clearing at 312-207-2525.