



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

FROM: CME Clearing
Notice#: 13-157
SUBJECT: Review of Collateral Haircuts Advisory

DATE: Thursday March 28, 2013

In conjunction with regular review of market volatility to ensure adequate collateral coverage, please find the current acceptable collateral and haircuts for CME Clearing below. CME Clearing reports no additions and the deletion of TLGP from the acceptable collateral list. Please see CME Clearing website for more details.
<http://www.cmegroup.com/clearing/financial-and-collateral-management/>

Should you have any questions, please contact the Risk Management department at 312-648-3888 or Financial Management group at 312-207-2594.

Current Haircuts							
Asset Class		Time to Maturity				Issue Date is more than 270 days	Changes
		0-5 years	5-10 years	>10 years			
U.S. Treasuries	TBILL	0.5%					-
	TNOTE/TBOND	3.0%	4.5%	6.0%		1.5%	-
	TSTRIP	11.0%	11.0%	11.0%			-
U.S. Government Agencies		0-5 years	5-10 years	>10 years			
	<i>FFCB, FHLB, FHLMC, FNMA</i>	3.5%					-
	NOTE/BOND	4.0%	5.5%	7.0%		1.5%	-
Foreign Sovereign Debt	Mortgage Backed Securities (FNMA, FHLMC, GNMA)	11.0%	11.0%	11.0%			-
		0-5 years	5-10 years	10-30 years	>30 years		
Cash	BILL	5.0%					-
	NOTE/BOND	6.0%	7.5%	9.0%	10.5%	1.5%	-
	US Dollar			No haircut			-
	Australian dollar, British pound, Canadian dollar, Euro, Japanese yen, New Zealand dollar, Norwegian krone, Swedish krona, Swiss franc			5%			-
	Offshore Chinese Renminbi			10%			-
Mexican peso			15%			-	
Turkish lira			20%			-	
Gold	15%						-
IEF 2	3%						-
IEF3/4	IEF4 – Corporate Bonds 20% Haircut. Contact Clearing House for more details.						-
IEF5	No Haircut						-
Stock	30%						-
Letters of Credit	No Haircut						-

*Please see website for applicability of each asset class towards CDS, IRS, and Futures requirements.