



CME Group | Advisory Notice

TO: Clearing Member Firms; Back Office Managers

FROM: CME Clearing

ADVISORY #: 15-175

SUBJECT: **OTC Holiday Advisory – Independence Day**

On Friday, July 3rd 2015 (Independence Day observed), CME Clearing will be open to clear trades.

Please note, that Friday, July 3rd is **not** a holiday in the US Banking calendar, meaning that CME Clearing will not treat it as a holiday for processing interest rate swap transactions. On July 3rd, however, CME Clearing will use the same curve from July 2nd for ITD and EOD processing. This means that for existing trades, there will be no price change and no new variation margin requirements.

Friday, July 3rd, is a holiday in the SIFMA US calendar, meaning that we will invoke normal holiday processing for US dollar denominated credit default swap contracts. Please note, however, that CME Clearing **will** generate new initial margin requirements at end of day July 3rd.

Please see tables below to see impacts to CME Clearing's processing schedule.

Trade Submission and Variation Margin Settlement:

Trade Date	Asset Class	Currency	Clear Date	Upfront Fee Settlement Date
Friday, July 3 rd , 2015	IRS (No Holiday, No Change)	USD	Friday, July 3 rd	Monday, July 6 th
		All other T+1 Currencies	Friday, July 3 rd	Monday, July 6 th
		All other T+2 Currencies	Friday, July 3 rd	Tuesday, July 7 th
	CDS (USD Holiday observed on July 3 rd)	USD-CDX EUR-iTraxx	Monday, July 6 th Friday, July 3 rd	Tuesday, July 7 th Monday, July 6 th

OTC FX holiday information will be sourced From COPP CLARK.

Price Alignment Interest:

The table below provides information related to PAI calculation for Independence Day. Please note that since Friday, July 3rd is not a holiday in the US Banking calendar, all price alignment processing will be normal.

Close of Business Date	Currency	Number of Days for PAI
Thursday, July 2 nd , 2015	USD	1
	All other Currencies	1
Thursday, July 3 rd , 2015	USD	3
	All other Currencies	3

Initial Margin Calculations:

Close of Business Date	Product	Currencies	Will CME generate new IM requirements
Friday, July 3 rd , 2015	IRS	All Currencies	Yes
	CDS	USD-CDX EUR-iTraxx	Yes 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 the Independence Day holiday.

Date	Product	Environment	EOD Reports Produced
Friday, July 3 rd , 2015	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 and iTraxx Price Submission:

Date	CDX Price Submission Schedule
Friday, July 3 rd , 2015	No price submission required
Thursday, July 2 nd , 2015	No early close

Date	iTraxx Price Submission Schedule
Friday, July 3 rd , 2015	Normal Price Submission
Thursday, July 2 nd , 2015	Normal Price Submission

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

Regards,
CME Clearing