

TO: Clearing Member Firms
Chief Financial Officers
Back Office Managers

FROM: CME Clearing

ADVISORY #: 16-089

SUBJECT: REVISED – Mexican Sovereign Debt

DATE: **February 24, 2016 – REVISED on March 8, 2016**

Effective Friday, April 1, 2016, and pending all relevant CFTC regulatory review periods, CME Clearing (CME) will accept Mexican sovereign debt (Cetes and Bonos) for Mexican peso-denominated performance bond requirements up to \$100 million USDE per clearing member firm, subject to the haircut schedule outlined below. Before pledging Cetes or Bonos, a mandatory test trade must be successfully completed. For testing specifics and questions regarding Mexican sovereign debt as eligible performance bond collateral, please call the Financial Unit at (312) 207-2594.

Asset Class	Description	Haircut Schedule				Notes
		Time to Maturity				
		0 to ≤ 5 years	>5 to ≤10 years	>10 to ≤ 30 years	>30 years	
Foreign Sovereign Debt	Discount Bills from the following country: <ul style="list-style-type: none"> Mexico 	5%				<ul style="list-style-type: none"> Mexican debt is capped at \$100 million USDE per clearing member. Mexican debt can only be used to meet Mexican peso-denominated requirements.
	Bonds from the following country: <ul style="list-style-type: none"> Mexico 	6%	7.5%	9.0%	10.5%	