

Client Risk Master Account

The Client Risk Master Account allows brokers to submit customer Block or EFRP trades into a single account for post-trade allocation. **These accounts are only permitted for brokers registered under an Exchange Clearing Member Firm.** The end clients are not required to register with CME Group.

CLIENT RISK MASTER ACCOUNT GUIDELINES

- Client Risk Master Accounts **cannot** be used by non-clearing firm brokers (IDBs).
- Client Risk Master Accounts created by one clearing firm **cannot** be used by brokers of a different clearing firm.
- Client Risk Master Account **cannot** be used for submission of any trade that includes a swap.
- The same Client Risk Master Account **cannot** be used on the both sides of the same trade, so if customer-to-customer trades are expected within these accounts, two different Client Risk Master Accounts must be created.
- Clearing firms may create as many Client Risk Master Accounts as they wish to fit their needs.
- When registering an account, the Exchange Clearing Member Firm must:
 - Set an aggregate credit limit for the Client Risk Master Account through CME Account Management Services, and be responsible for using their own tools for compliance with **CFTC Regulation 1.73** with respect to each trade entered into the account.
 - Use the customer origin indicator on all trade entries.
- When allocating trades, the Exchange Clearing Member Firm must use the Exchange Give-Up System to allocate trades entered into a Client Risk Master Account to the specific customer account(s) within one (1) hour of trade submission. An exception to this one-hour time limit exists for end client accounts controlled by a CTA, IA, or other similar “Eligible Account Controller,” whereby the clearing member firm may then reallocate/give-up the trade to the end client accounts within the timeframes allowed by CME Clearing for the processing of give-ups.
 - Block trades must comply with [CME](#), [CBOT](#), [NYMEX](#) or [COMEX Rule 526](#), as applicable, including any associated regulatory guidance concerning block trades issued by the Market Regulation Department.
 - The Clearing Firm Risk Administrator sets up the Client Risk Master Account in CME Account Management Services.

Note: Access CME Account Management Services by logging into the [CME Customer Center](#) and selecting Account Management Services from the Portfolio & Risk menu.

ACCOUNT MANAGEMENT SERVICES SETUP PAGE

Clearing Account Settings ^

| | | |
|---|---|--|
| Clearing Member * <input style="width: 90%;" type="text" value="Clearing Member Firm Name"/> | Account Number * <input style="width: 90%;" type="text" value="BLOCK IRS1"/> | Description * <input style="width: 90%;" type="text" value="Description of account"/> |
| Owner Firm * <input style="width: 90%;" type="text" value="Enter Owner"/> | Asset Manager (Controller) Firm <input style="width: 90%;" type="text" value="Enter Asset Mgr"/> | |
| House/Customer Indicator * <input checked="" type="radio"/> Customer <input type="radio"/> House | CTI Code * <input style="width: 50%;" type="text" value="4"/> | Portfolio Margin Futures <input type="checkbox"/> Enable |
| Delegated Intermediary (DI) <input type="checkbox"/> Enable | | Margin Account <input style="width: 50%;" type="text" value="SELF"/> |

Services Enable for STP ONLY

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|---|--|--|--|
| CME Direct (CME Globex) Enable | ClearPort Clearing Enable | Cross Venue Risk Enable | ICC (CME Globex) Enable |
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AFTER SELECTION OF CLEARPORT CLEARING, SELECT "CLIENT RISK MASTER" FOR ACCOUNT TYPE

Cancel

| | | | | |
|-----------------|----------------------------|------------------------|-----------------------|--------------------|
| 1: Setup | 2: Market Type Permissions | 3: Product Permissions | 4: Broker Permissions | 5: Credit Controls |
|-----------------|----------------------------|------------------------|-----------------------|--------------------|

CPC Account Attributes

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| Agency Cross <input type="checkbox"/> Enable | Account Type <input type="radio"/> None <input type="radio"/> Holding <input checked="" type="radio"/> Client Risk Master <input type="radio"/> Short Code |
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SETUP A CLIENT RISK MASTER ACCOUNT

Account Setup

| # | Item | Instructions |
|---|---------------------------------|---|
| 1 | Clearing Member | |
| 2 | Account Number | Enter Account Number. |
| 3 | Description | Description of account. |
| 4 | Account Owner | Must be set to the Clearing Firm name or the name of an affiliate / subsidiary, such as a trading firm. Note: If the Clearing Firm does not have a trading entity registered for CME ClearPort submissions, please contact the Enterprise Application & System Entitlements (EASE) team. |
| 5 | Asset Manager (Controller) Firm | Leave Blank. |
| 6 | House / Customer Indicator | Must be set to Customer. |
| 7 | CTI Code | Must be set to the proper CTI Code, pursuant to Rule 536 D . |
| 8 | Margin/Master Account | Must be "SELF" |

Enable for ClearPort Clearing

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| 9 | Enable ClearPort Clearing Service | Click the blue "Enable" button to the right of ClearPort Clearing. Setup and Permissioning tabs will display. |
| 10 | Agency Cross | Leave Blank. |
| 11 | Account Type | Select "Client Risk Master" |

Market Permissions and Permissible Products

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| 12 | Market Permissions and Permissible Products | Set appropriate market permissions and permit (select) all products to be submitted through this account. Note: Access the appropriate section under Market / Product / Broker Permissions in the Account Management Services Webhelp for more information on market permissions and permissible products. |
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Select Broker Firms

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| 13 | Select Broker Firm(s) | Permitted brokers must only be the Clearing Firm itself, or an affiliate/subsidiary. Other brokers must not be assigned to this account. Note: Access the appropriate section under Market / Product / Broker Permissions in the Account Management Services Webhelp for more information on market permissions and permissible products. |
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Set the Account Credit Control Limits

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| 14 | Set RAV Limit | The RAV limit should be set to the overall total aggregated limit for all customer trades that may be submitted through this account. Note: Access the appropriate section under Credit Controls in the Account Management Services Webhelp for more information on market permissions and permissible products. |
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For more information, please contact MarketTechSales@cmegroup.com.