

To: CME Clearing Member Firms
Chief Financial Officers
Back Office Managers

FROM: CME Clearing

ADVISORY #: 23-290

SUBJECT: Collateral Fee Changes

DATE: 9/21/2023

On January 2, 2024, CME Clearing (“CME”) will institute changes to its collateral fee schedule for the below asset types that are posted to CME as collateral to meet customer and house performance bond requirements.

CME will increase the current reduced fee rate of 7 basis point (annualized) to 10 basis points (annualized) for: (x) clearing members that are eligible* to participate in CME’s committed credit facility (directly or through an affiliate) and do participate, and (y) clearing members that are not eligible, and do not have any affiliates that are eligible, to participate in CME’s committed credit facility.

For clearing members that are eligible to participate in CME’s committed credit facility (directly or through an affiliate) and do not participate, CME will increase the current full fee rate of 12 basis points (annualized) to 15 basis points (annualized).

CME will continue to not charge fees on collateral in excess of performance bond requirements or on collateral used to meet guaranty fund requirements. In addition, these fees will continue to be calculated on daily balances and charged monthly.

Asset Types Subject to Fee Schedule:

- All Exchange Traded Funds
- Foreign Sovereign Debt
- Mortgage Backed Securities
- Stocks
- Supranational Debt
- Treasury Inflation Protection Securities
- U.S. Treasury Securities
- U.S. Government Agency Securities
- U.S. Treasury STRIPS
- Corporate Bonds
- Canadian Provincials
- Prefunded Treasury Facility (PTF)
- COMEX Gold Warrants
- London gold bullion and COMEX Gold Warrants**
- Supranational debt

For questions regarding the fee schedule or committed credit facility, please contact the Clearing House Risk Management Team at CHRMTeam@cmegroup.com.

*Eligible clearing members receive invitations to participate (directly or through an affiliate) in the committed credit facility during the renewal process, which will occur in March 2024. The participation amount must exceed \$100m to get the reduced fee rate.

**The fees outlined above for London gold bullion and COMEX Gold Warrants are additive to transaction and/or storage fees charged to clearing members, which are passed through directly from the custodians.