

Clearing Notice

Notice 2021-007

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Effective from 1 November 2021

Classification: Public

CDSClear – Eligible Collateral expanded to include additional non-Euro denominated non cash Collateral

Pursuant to Paragraph 3.9 of the Section 3 of the Procedures, this Clearing Notice specifies that LCH SA is expanding its range of Eligible Collateral to include the following instruments ("**New Instrument(s)**"):

Issuer	Type of instrument	Maximum term to maturity*	Minimum term to maturity
Australian State	Australian Treasury Bill (ACTB)	1 year	4 Business Days
	Australian Government Bond (ACGB)	30 years	4 Business Days
Canadian State	Canadian Treasury Bill (CTB)	1 year	4 Business Days
	Canadian Government Bond (CAN)	50 years	4 Business Days
Danish State	Danish Treasury Bill (DGTB)	1 years	4 Business Days
	Danish Government Bond (DGB)	30 years	4 Business Days
Japanese State	Japanese Treasury Bill (JGTB)	1 year	4 Business Days
	Japanese Treasury Discount Bill (JTBD)	50 years	4 Business Days
	Japanese Government Bond (JGB)	50 years	4 Business Days
Norwegian State	Norwegian Government Bond (NGB)	11 years	4 Business Days
	Norwegian Treasury Bill (NGTB)	1 year	4 Business Days
Swedish State	Swedish Treasury bill (SWTB)	1 year	4 Business Days
	Swedish Government Bond (SGB)	30 years	4 Business Days
Swiss State	Swiss Treasury Bill (SWISTB)	1 year	4 Business Days

	Swiss Government Bond (SWISS)	50 years	4 Business Days
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** when considering maximum term of maturity, LCH SA will consider the benchmark associated to the New Instrument and not its precise maturity.*

New Instruments are not eligible as Pledged Eligible Collateral.

Note that only New Instruments with a minimum outstanding amount equivalent to Euro 500 Millions will be eligible as Collateral.

The following instruments are not eligible as Collateral: zero coupon bonds (excluding T-Bills), stripped bonds and perpetual bonds, inflation linked bonds, Japanese Govt FRNs and securities subject to specific corporate events, or that have optionality (e.g. sinkable, puttable or callable).

New Instruments transferred by a Clearing Member to LCH SA as Collateral in accordance with the provisions set out in Section 3 of the CDS Clearing Procedures shall be taken into account to satisfy the Clearing Member's Margin Requirements up to 15% of the total Margin Requirements.

New Instruments transferred by a Clearing Member to LCH SA as Collateral in excess of such 15% cap shall be ignored for the purposes of determining whether the Clearing Member's Margin Requirements are satisfied, and may be returned by LCH SA to the Clearing Member in accordance with the provisions set out in Section 3 of the CDS Clearing Procedures.

Capitalised terms used in this Clearing Notice and not otherwise defined herein shall have the meaning given pursuant to the document entitled "CDS Clearing Rule Book" and/or the Section 3 – Collateral, Variation Margin and Cash Payment of the CDS Clearing Procedures, published by LCH SA, as amended from time to time.

Any amendments or modifications to this Clearing Notice will be published by LCH SA in an updated Clearing Notice.

LCH SA

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