

VIA PORTAL SUBMISSION

30 November 2020

Mr Christopher Kirkpatrick
Commodity Futures Trading Commission
1155 21st Street NW
Three Lafayette Centre
Washington DC 20581

LCH Limited Self-Certification: New Margin Collateral Haircut Schedule

Dear Mr Kirkpatrick,

LCH Limited (“LCH”), a derivatives clearing organisation registered with the Commodity Futures Trading Commission (the “CFTC” or “Commission”), is submitting for self-certification, pursuant to CFTC regulation §40.6(a), a new Schedule of Securities Acceptable for Margin Cover Purposes (the “Schedule”). This new Schedule takes effect on or after 14 December 2020.

Part I: Explanation and Analysis

LCH proposes to introduce this new Schedule following a review of haircuts applied to margin collateral. The Schedule will be notified via a circular to clearing members prior to the implementation date, and a copy of the Schedule is attached hereto (as Appendix A) as a confidential submission¹.

Part II: Description of Rule Changes

This submission does not require any changes to the LCH Rulebook.

Part III: Core Principle Compliance

LCH has concluded that compliance with the Core Principles will not be adversely impacted by this change, and in particular complies with Core Principles D and L.

Part IV: Public Information

LCH has posted notice of pending certification and submission with the CFTC, on the LCH website at <https://www.lch.com/resources/rules-and-regulations/proposed-rule-changes-0>

Part V: Opposing Views

There were no opposing views expressed to LCH by governing board or committee members, members of LCH or market participants that were not incorporated into this change.

¹ The Schedule is made publicly available on the LCH website two months after the implementation date.

Appendix A

(FOIA – Request for Confidentiality)

Margin Collateral Haircut Schedule