

Acceptable Initial Margin Collateral

February 1th 2011

Effective February 1, 2011, the International Derivatives Clearinghouse, LLC (IDCH) shall accept the following forms of collateral for the purpose of satisfying IDCH Initial Margin requirements.

Collateral Category	Category Concentration Limit	Haircut
1. Permissible Currencies	100%	
Canada Dollar, Euro, Japanese Yen, Pound Sterling, Swiss Franc:		5.00%
US Dollars:		0.00%
2. US Treasury Securities	100%	
0 to 9 Months:		0.50%
9 to 12 Months:		1.00%
1 to 5 Years:		2.00%
5 to 10 Years:		3.50%
3. US Fed Agency Securities	25%	
Direct Obligations of Ginnie Mae, Fannie Mae and Freddie Mac- 0 Months to 5 Years:		3.00%
Direct Obligations of Ginnie Mae, Fannie Mae and Freddie Mac 5 to 10 Years:		4.50%
MBS Guaranteed by Ginnie Mae, Fannie Mae and Freddie Mac- Maximum 10 Years:		10.00%
4. Permissible Currency Sovereign Debt Securities	25%	
Canada, France, Germany and United Kingdom – Maximum 10 Years:		5%
5. Other Debt Securities (in Permissible Currencies – Note 1)	25%	
General Obligations of Provinces, States and Political Subdivisions- Maximum 5 Years:		(Note 2) IC : 0% to 3%: H 25% IC : 3% to 5%: H 37.5% IC : 5% to 10%: H 50% IC : >10%: H 100%
Bank Deposits - Maximum 5 Years:		
Commercial Paper - Maximum 270 Days:		
Corporate Debt - Maximum 5 Years:		
Australia Sovereign Debt - Maximum 5 Years:		
Japanese Sovereign Debt - Maximum 5 Years:		
Netherlands Sovereign Debt - Maximum 5 Years:		
Notes:		
1: Minimum credit ratings (at least two) and subject to IDCH credit approval		
Minimum Short Term Rating: Moody's P-1, S&P A-1, Fitch F1; or		
Minimum Long Term Rating: Moody's Aa3, S&P AA-, Fitch AA-		
2: IC = Issuer Concentration - H = Haircut (based on total initial margin collateral and applied on an issuer basis)		

If you have any questions concerning the lodging of collateral for IDCH initial margin, please contact:

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