

**Acceptable Initial Margin Collateral**  
**February 1<sup>st</sup> 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.

<b>Collateral Category</b>	<b>Category Concentration Limit</b>	<b>Haircut</b>
<b>1. Permissible Currencies</b>	100%	
Canada Dollar, Euro, Japanese Yen, Pound Sterling, Swiss Franc:		5.00%
US Dollars:		0.00%
<b>2. US Treasury Securities</b>	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%
<b>3. US Fed Agency Securities</b>	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%
<b>4. Permissible Currency Sovereign Debt Securities</b>	25%	
Canada, France, Germany and United Kingdom – Maximum 10 Years:		5%
<b>5. Other Debt Securities (in Permissible Currencies – Note 1)</b>	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:		
Netherland Sovereign Debt - Maximum 5 Years:		
<b>Notes:</b>		
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:

Robert C. Push, Managing Director/Treasurer  
646-867-2538  
[robert.push@idcg.com](mailto:robert.push@idcg.com)

Michael Dundon, Chief Risk Officer  
646-867-2528  
[michael.dundon@idcg.com](mailto:michael.dundon@idcg.com)