

Member Notification

Date: 18 September, 2020

To: LCH SA - EquityClear & CommodityClear SA Members

Introduction of Calendar Add-on Margin

Dear Member,

LCH SA will introduce a new margin, namely "Calendar Add-on Margin", on both Listed Derivatives (Financials and Commodities) and Cash Equities markets.

This margin aims at covering non-Euro currency product cash flows in Euros during this currency's bank holidays.

Calendar Add-on Margin snapshot:

- Currency of the margin: Euro
- Date of the margin call: each Non-Euro currency bank holidays
- Timing of the call: during the Initial Margin morning call

Reporting impact:

LCH SA will update the CNMC treasury report accordingly in 2 steps:

- **From Friday 25 September, 2020, LCH will make a technical implementation**
 - A newly created "**Additional Margins (CAL)**" line will be displayed on the CNMC treasury report AC0102E txt.
 - Therefore, the "Additional Margins (CAL)" line will be set up at 0
- **As of Friday 27 November, 2020**
 - The created "Additional Margins (CAL)" will display:
 - For each Non-Euro bank holiday, the Calendar Add-on Margin amount calculated in EURO, and **called during the Initial Margin morning call**
 - For any other day: a zero amount

Please find hereafter the AC0102 changes :

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