



# Memo

**TO:** MGEX Clearing Members

**FROM:** MGEX Clearing House

**SUBJECT:** MGEX Security Deposit Collateral Percentage Change

**DATE:** January 4, 2019

Effective January 11, 2019, MGEX Clearing Members will be allowed to cover 40% of their respective security deposit requirements (less market pricing, haircuts and rounding) with U.S. Treasury Bills. MGEX will require Clearing Members to post 60% of their security deposit requirement with U.S. cash deposits.

In the event that a Clearing Member's total value of security deposit collateral is less than their security deposit requirement, MGEX will require the Clearing Member to post additional collateral, to meet such requirement, same day as notice.

BMO Harris Bank, N.A. is the custodian for non-cash collateral posted by Clearing Members to satisfy security deposit obligations. Please find attached Annex A ("MGEX Safekeeping Trade Directive"), which has been updated to include the most recent MGEX contact list.

Should you have any questions concerning this notice, please contact Justin Rosett at (612) 321-7123 (jrosett@miacglobal.com).

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