

VIA PORTAL SUBMISSION

24 October 2018

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, and Removal of FX Haircut Floor

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 12 November 2018.

Part I: Explanation and Analysis

LCH proposes to introduce this new Schedule following a review of haircuts applied to margin collateral and to implement changes in respect of FX haircuts applied to margin collateral. The FX haircuts section of the Schedule is revised to show the FX haircuts against the eligible Currency of Risk and the 5.25% FX haircut floor is removed. Since the self-certification submitted on 2 October 2018, the list of acceptable securities and acceptable cash remains unchanged.

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 submission.

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

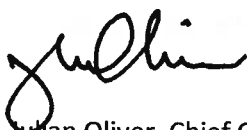
There were no opposing views expressed to LCH by governing board or committee members, members of LCH or market participants, that were not incorporated into this change.

Certification

LCH hereby certifies to the Commodity Futures Trading Commission, pursuant to the procedures set forth in Commission regulation §40.6, that attached rule submission complies with the Commodity Exchange Act, as amended, and the regulations promulgated there under.

Should you have any questions regarding this submission, please contact me at julian.oliver@lch.com

Yours sincerely,



Julian Oliver, Chief Compliance Officer

Appendix A

(FOIA – Request for Confidentiality)

Margin Collateral Haircut Schedule