

# Treasury Tax & Loan (TT&L) Program

## 31 CFR Part 203

### Collateral Margins Table\*

Effective: December 31, 2009  
Last Updated: December 31, 2009

Collateral Category	Margins for Securities or Instruments <sup>/1</sup> (% of Estimated Market Value)			Margins for Loans Individually Deposited <sup>/7</sup> (% of Estimated Market Value)	Margins for Group Deposited Loans <sup>/7</sup> (% of Estimated Market Value)
	DURATION BUCKETS				
	0 to 5	>5 to 10	>10		
<b>U.S. Treasuries:</b>					
<i>Bills, Notes, Bonds</i>	99%	97%	96%		
<i>Zero Coupons, STRIPS</i>	98%	96%	92%		
<b>U.S. Government Guaranteed Agencies:</b>					
<i>Bills, Notes, Bonds</i>	99%	97%	96%		
<i>Zero Coupons</i>	98%	96%	92%		
<b>U.S. Government Sponsored Enterprises:</b>					
<i>Bills, Notes, Bonds</i>	98%	96%	95%		
<i>Zero Coupons</i>	97%	95%	91%		
<b>International Agencies:</b>					
<i>Bills, Notes, Bonds</i>	98%	96%	95%		
<i>Zero Coupons</i>	97%	95%	91%		
<b>Municipal Bonds</b>	98%	96%	95%		
<b>Corporate Bonds <sup>/2</sup></b>					
<i>Rated AAA</i>	97%	95%	94%		
<i>Rated Investment Grade (BBB-AA)</i>	95%	93%	92%		
<b>U.S. Residential Covered Bonds (AAA) <sup>/2</sup></b>	97%	95%	94%		
<b>Asset-Backed Securities (AAA)</b>	98%	95%	83%		
<b>Mortgage Backed Securities <sup>/3</sup></b>	98%	96%	95%		
<b>Collateralized Mortgage Obligations (AAA)</b>	98%	96%	90%		
<b>Private Label CMOs (AAA)</b>	90%	84%	83%		
<b>Bankers' Acceptances <sup>/2</sup></b>	97%				
<b>Commercial Paper <sup>/2</sup></b>	97%				
<b>Student Loans</b>					83%
<b>U.S. Government Agency Guaranteed Loans</b>				96%	96%
<b>Agricultural Loans</b>					
<i>Minimal Risk Rated <sup>/4</sup></i>				91% to 96%	91%
<i>Normal Risk Rated <sup>/5</sup></i>				67% to 95%	67%
<b>Commercial Loans</b>					
<i>Minimal Risk Rated <sup>/4</sup></i>				87% to 96%	87%
<i>Normal Risk Rated <sup>/5</sup></i>				63% to 95%	63%
<b>1-4 Family Residential Mortgages <sup>/6</sup></b>				78% to 96%	76%

\* This document is for informational purposes only and subject to change without notice.  
It is not binding on either the Treasury or the Federal Reserve System (FRS) in any particular transaction.

**Notes:**

<sup>/1</sup> Eligible securities for which a third party price is not available are assigned an estimated market price. The margin for the >10 duration bucket is applied to such securities.

<sup>/2</sup> Securities and Instruments are not acceptable if they are issued by the pledging bank or by an affiliate of the pledging bank. Corporate bonds include securities issued under the FDIC's Temporary Liquidity Guarantee Program (TLGP) and the National Credit Union Association's Temporary Corporate Credit Union Liquidity Guarantee Program (TCCULGP).

<sup>/3</sup> U.S. Government or Guaranteed Agencies' and Government Sponsored Enterprises' (GSE's) only.

<sup>/4</sup> Minimal Risk is equivalent to investment grade.

<sup>/5</sup> Normal Risk is equivalent to below investment grade while remaining a "pass-credit" from a regulatory standpoint.

<sup>/6</sup> These assets are acceptable for Special Direct Investment (SDI) Participants only.

<sup>/7</sup> Individually deposited loans are loans pledged to Treasury via the Automated Loan Deposit system. The margin applied to individually deposited loans is determined by the maturity and coupon of the loan. Loans pledged through other means are classified as group deposited loans.

**All pledged collateral must be transferable and owned by the depositary free and clear of all liens, charges, or claims. A detailed list of acceptable collateral for the TT&L Program can be obtained from Treasury's Bureau of the Public Debt website ([www.treasurydirect.gov](http://www.treasurydirect.gov)).**