

**J.P. Morgan Clearing Corp.**  
**CFTC Supplemental Disclosures**

**October 2015**

**J.P. Morgan Clearing Corp.**  
Assets and Capital Allocation as of October 31, 2015

	<b><u>Asset Allocation</u></b>	<b><u>Capital Employed</u></b>
Financing (Resales, Borrows)	74%	24%
Inventory by Business Line	0%	0%
Goodwill & Intangible Assets	0%	0%
Receivables from Brokers Dealers and Customers	16%	26%
Investments in Subs and Receivables from Affiliates	0%	0%
Fixed and All Other Assets	11%	50%

**J.P. Morgan Clearing Corp.**

Weighted average and maturity of securities in which JP Morgan Clearing Corp. has invested customer funds as of October 31, 2015

J.P. Morgan Securities LLC ("JPMS LLC") and J.P. Morgan Clearing Corp. ("JPMCC") (collectively referred to as "the Company") under CFTC Rule 1.25 Investment Guidelines require management of its customer investment program with the primary objectives of preserving principal and maintaining liquidity. The Company sets investment guidelines and determines the appropriateness of specific investments of customer funds in accordance with CFTC Rule 1.25 based upon its internal assessment of permitted investments in consultation with credit on the basis of market, credit, counterparty, operational and liquidity risks. The Company evaluates its daily liquidity needs and structures its investment holding as part of its daily funding process to ensure the liquidity required to meet its cash liquidity needs for both clearing house and client settlement requirements is maintained. The current average weighted maturity of CFTC Rule 1.25 investments held is 1 day and the average weighted coupon is 0 percent.

**J.P. Morgan Clearing Corp.**

Proprietary margin information as of October 31, 2015

J. P. Morgan Clearing Corp. proprietary futures and OTC cleared swap margin requirement is 0% of the entity's aggregate margin requirement for futures customers, 30.7 customers, and cleared swaps customers.

**J.P. Morgan Clearing Corp.**

Customers that comprise 50% of the Segregation Requirements as of October 31, 2015

The below table provides the total number of customers that comprise 50% of the credit net liquidating balances comprising the segregation requirement for each applicable CFTC segregation classification:

Firm Name	U.S. Segregation 1.20**	Foreign Futures & Options 30.7**	Cleared Swaps 22.2
J.P. Morgan Clearing Corp.	5	2	N/A

\*\* The number of accounts reported includes customer omnibus accounts which contain multiple individual underlying disclosed & non-disclosed customer accounts.

**J.P. Morgan Clearing Corp.**

Non hedged principal over-the-counter transactions as of October 31, 2015

J.P. Morgan Clearing Corp. is a clearing broker and is not a market maker in securities or any other financial instruments. As such, there is no material unhedged risk as of October 31, 2015.

**J.P. Morgan Clearing Corp.**

Committed unsecured lines of credit as of October 31, 2015

From time to time J.P. Morgan Clearing Corp. ("JPMCC") lends money to its customers for various purposes based on the securities held by its customers at JPMCC. As a registered Broker-Dealer, all extensions of credit made by JPMCC must comply with Regulation T of the Federal Reserve Board and FINRA Rule 4210. Section (f)(1) of FINRA Rule 4210 specifically describes the process around valuation of securities and the required additional margin to be collected for securities that do not have an active market or cannot be liquidated promptly.

**J.P. Morgan Clearing Corp.**

Write off of customer receivables as of October 31, 2015

For J.P. Morgan Clearing Corp., the total write off relative to funds protected under CFTC 1.20, 30.7, and cleared swaps represent 0% of the total customer balance.



**J.P. Morgan Clearing Corp.**

Other disclosures required by CFTC 1.55 October 31, 2015

Customers of the Company are generally US entities engaged in financial transactions settled on US exchanges.

The Company utilizes certain JPMorgan Chase affiliates in the United States, United Kingdom and Asia to clear Futures & Options transactions. These affiliates are registered and regulated by foreign governing bodies in each region. Balances with those affiliates are included in receivables and payables to brokers, dealers, clearing organizations and others on the Annual Audited Statement of Financial Condition.

As of October 31, 2015 approximately 0.9% of the Company's assets and 0.1% of the Company's regulatory net capital are utilized in Futures and options and cleared over-the-counter ("OTC") derivative activities.

The leverage ratio as calculated under rule 1.1 of the National Futures Association of average assets divided by total stockholders' equity is 12.8:1 on October 31, 2015.