

NOTICE TO MEMBERS

No. 2023 - 014

January 24, 2023

THRESHOLD AND SURCHARGE VALUES FOR THE ADDITIONAL MARGIN FOR MARKET LIQUIDITY RISK OF ONE-MONTH CORRA FUTURES (COA)

The additional margin for market liquidity risk covers the liquidity risk arising when the Corporation has to close-out positions at a price different than the market price.

This liquidity risk could be divided into two components: the first one is the inherent market liquidity risk which is mainly associated to the bid-ask spread, and the second one is the additional liquidity risk due to concentrated positions that cannot be liquidated within the bid-ask spread.

The Additional Margin for Market Liquidity Risk methodology will consider an absolute surcharge or a relative surcharge for positions exceeding predetermined thresholds.

The threshold and surcharge values for the One-Month CORRA Futures are effective since **Monday January 23, 2023**. Details regarding these values can be found below:

COA			
	LOWER BOUND	UPPER BOUND	MLR PER CONTRACT (\$ Value)
1	-	416	16.91
2	416	437	20.00
3	437	458	32.23
4	458	479	48.42
5	479	500	66.88
6	500	520	86.79
7	520	541	107.64
8	541	562	129.07
9	562	583	150.88
10	583	604	172.87
11	604	625	194.94
12	625	645	217.00
13	645	666	238.97
14	666	687	260.81
15	687	708	282.49

COA			
	LOWER BOUND	UPPER BOUND	MLR PER CONTRACT (\$ Value)
16	708	729	303.97
17	729	750	325.24
18	750	770	346.27
19	770	791	367.07
20	791	812	387.62
21	812	833	407.93
22	833	854	427.98
23	854	875	447.79
24	875	895	467.34
25	895	916	486.65
26	916	937	505.71
27	937	958	524.53
28	958	979	543.12
29	979	1000	561.47
30	1000	1020	579.60
31	1020	1041	597.50
32	1041	1062	615.19
33	1062	1083	632.66
34	1083	1104	649.92
35	1104	1125	666.98
36	1125	1145	683.83
37	1145	1166	700.50
38	1166	1187	716.97
39	1187	1208	733.26
40	1208	1229	749.36
41	1229	1250	765.29
42	1250	1270	781.05
43	1270	1291	796.63
44	1291	1312	812.06
45	1312	1333	827.32
46	1333	1354	842.42
47	1354	1375	857.38
48	1375	1395	872.18
49	1395	1416	886.83
50	1416	1437	901.35
51	1437	1458	915.72

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