

NOTICE TO MEMBERS

No. 2021 - 018

February 1, 2021

**THRESHOLD AND SURCHARGE VALUES FOR
THE ADDITIONAL MARGIN FOR MARKET LIQUIDITY RISK
OF S&P/TSX 60 DIVIDEND INDEX FUTURES (SDV)**

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 S&P/TSX 60 Dividend Index Futures (SDV) will be effective **Tuesday February 2nd, 2021**. Details regarding these values can be found below:

SDV Group 1			
	LOWER BOUND	UPPER BOUND	MLR PER CONTRACT (\$Value)
1	-	32868	215.38
2	32868	34511	237.36
3	34511	36154	324.27
4	36154	37798	439.26
5	37798	39441	570.45
6	39441	41085	711.90
7	41085	42728	859.97
8	42728	44371	1012.28
9	44371	46015	1167.17
10	46015	47658	1323.44
11	47658	49302	1480.24
12	49302	50945	1636.93
13	50945	52588	1793.05
14	52588	54232	1948.23

15	54232	55875	2102.22
16	55875	57519	2254.82
17	57519	59162	2405.90
18	59162	60805	2555.36
19	60805	62449	2703.12
20	62449	64092	2849.14
21	64092	65736	2993.39
22	65736	67379	3135.86
23	67379	69022	3276.55
24	69022	70666	3415.48
25	70666	72309	3552.65
26	72309	73953	3688.08
27	73953	75596	3821.81
28	75596	77239	3953.85
29	77239	78883	4084.25
30	78883	80526	4213.02
31	80526	82170	4340.21
32	82170	83813	4465.85
33	83813	85456	4589.97
34	85456	87100	4712.60
35	87100	88743	4833.78
36	88743	90387	4953.55
37	90387	92030	5071.93
38	92030	93673	5188.96
39	93673	95317	5304.67
40	95317	96960	5419.09
41	96960	98604	5532.26
42	98604	100247	5644.20
43	100247	101890	5754.94
44	101890	103534	5864.51
45	103534	105177	5972.94
46	105177	106821	6080.25
47	106821	108464	6186.47
48	108464	110107	6291.63
49	110107	111751	6395.75
50	111751	113394	6498.86
51	113394	115038	6600.97

SDV Group 2			
	LOWER BOUND	UPPER BOUND	MLR PER CONTRACT (\$Value)
1	-	32868	215.38
2	32868	34511	237.36
3	34511	36154	324.27
4	36154	37798	439.26
5	37798	39441	570.45
6	39441	41085	711.90
7	41085	42728	859.97
8	42728	44371	1012.28
9	44371	46015	1167.17
10	46015	47658	1323.44
11	47658	49302	1480.24
12	49302	50945	1636.93
13	50945	52588	1793.05
14	52588	54232	1948.23
15	54232	55875	2102.22
16	55875	57519	2254.82
17	57519	59162	2405.90
18	59162	60805	2555.36
19	60805	62449	2703.12
20	62449	64092	2849.14
21	64092	65736	2993.39
22	65736	67379	3135.86
23	67379	69022	3276.55
24	69022	70666	3415.48
25	70666	72309	3552.65
26	72309	73953	3688.08
27	73953	75596	3821.81
28	75596	77239	3953.85
29	77239	78883	4084.25
30	78883	80526	4213.02
31	80526	82170	4340.21
32	82170	83813	4465.85
33	83813	85456	4589.97
34	85456	87100	4712.60
35	87100	88743	4833.78
36	88743	90387	4953.55

37	90387	92030	5071.93
38	92030	93673	5188.96
39	93673	95317	5304.67
40	95317	96960	5419.09
41	96960	98604	5532.26
42	98604	100247	5644.20
43	100247	101890	5754.94
44	101890	103534	5864.51
45	103534	105177	5972.94
46	105177	106821	6080.25
47	106821	108464	6186.47
48	108464	110107	6291.63
49	110107	111751	6395.75
50	111751	113394	6498.86
51	113394	115038	6600.97

SDV Group 3			
	LOWER BOUND	UPPER BOUND	MLR PER CONTRACT (\$Value)
1	-	32868	215.38
2	32868	34511	237.36
3	34511	36154	324.27
4	36154	37798	439.26
5	37798	39441	570.45
6	39441	41085	711.90
7	41085	42728	859.97
8	42728	44371	1012.28
9	44371	46015	1167.17
10	46015	47658	1323.44
11	47658	49302	1480.24
12	49302	50945	1636.93
13	50945	52588	1793.05
14	52588	54232	1948.23
15	54232	55875	2102.22
16	55875	57519	2254.82
17	57519	59162	2405.90
18	59162	60805	2555.36
19	60805	62449	2703.12
20	62449	64092	2849.14

21	64092	65736	2993.39
22	65736	67379	3135.86
23	67379	69022	3276.55
24	69022	70666	3415.48
25	70666	72309	3552.65
26	72309	73953	3688.08
27	73953	75596	3821.81
28	75596	77239	3953.85
29	77239	78883	4084.25
30	78883	80526	4213.02
31	80526	82170	4340.21
32	82170	83813	4465.85
33	83813	85456	4589.97
34	85456	87100	4712.60
35	87100	88743	4833.78
36	88743	90387	4953.55
37	90387	92030	5071.93
38	92030	93673	5188.96
39	93673	95317	5304.67
40	95317	96960	5419.09
41	96960	98604	5532.26
42	98604	100247	5644.20
43	100247	101890	5754.94
44	101890	103534	5864.51
45	103534	105177	5972.94
46	105177	106821	6080.25
47	106821	108464	6186.47
48	108464	110107	6291.63
49	110107	111751	6395.75
50	111751	113394	6498.86
51	113394	115038	6600.97

For any further information, please contact the Risk Management Department at (514) 871-3505.

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