

NOTICE TO MEMBERS

No. 2021 - 081

May 20, 2021

INITIAL LISTING OF OPTIONS ON TWO-YEAR AND FIVE-YEAR GOC BOND FUTURES AND REDUCTION OF THE STRIKE PRICE RANGE FOR OPTIONS ON CGB (OGB)

Bourse de Montréal Inc. (the “Bourse”) and the Canadian Derivatives Clearing Corporation (“CDCC”) hereby wish to inform Approved Participants, Clearing Members and industry participants that, at the opening of trading on **Monday, May 31, 2021**, the following new Options on two-year Government of Canada (“GoC”) bond futures (OGZ) and Options on five-year Government of Canada bond futures (OGF) will be listed.

Product (Symbol)	Contract Month	Strike prices listed* (Calls and Puts)
Options on Two-Year Government of Canada Bond Futures (OGZ)	September 2021 (U21) December 2021 (Z21)	107.20 to 112.20 in increment of 0.10 cents
Options on Five-Year Government of Canada Bond Futures (OGF)	September 2021 (U21) December 2021 (Z21)	115.00 to 134.00 in increment of 0.25 cents

*Subject to change if meaningful interest rates movements are observed prior to the effective date.

Specifications of the Options on two-year Government of Canada bond futures (OGZ) and Options on five-year Government of Canada bond futures (OGF) are available in [Advisory Notice A21-004](#) and will be published on the Bourse website at www.m-x.ca prior to launch.

Additionally, **on the same effective date**, the Bourse will remove the following strike prices from its standard offering:

Product (Symbol)	Contract Month	Strike prices removed*
Options on Ten-Year Government of Canada Bond Futures (OGB)	All contract months, including serials	Below 120.00 and above 160.00

*Any option on which there would be open interest will not be removed.

As such, the following guidelines will apply going forward for subsequent Options on GoC bond futures listings:

Product (Symbol)	Strike price range (indicative)	Underlying rate move covered (indicative)
Options on Two-Year Government of Canada Bond Futures (OGZ)	At-the-money +/- C\$2.5	100 basis points
Options on Five-Year Government of Canada Bond Futures (OGF)	At-the-money +/- C\$9.5	150 basis points
Options on Ten-Year Government of Canada Bond Futures (OGB)	At-the-money +/- C\$20	175 basis points

The Bourse reserves the right to list additional strike prices from time to time based on market demand.

For further information, please contact Market Operations Department at 514 871- 7871. Clearing Members may contact the CDCC's Corporate Operations department or direct email inquiries to cdcc-ops@tmx.com.

Anne Fiddes
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