



NOTICE TO MEMBERS

No. 2020 - 167

December 9, 2020

SELF-CERTIFICATION

AMENDMENTS TO THE RULES OF THE CANADIAN DERIVATIVES CLEARING CORPORATION TO INTRODUCE ESG EQUITY INDEX FUTURES

On July 31, 2020, the Board of Directors of the Canadian Derivatives Clearing Corporation (“CDCC”) approved amendments to the Rules of CDCC as part of the introduction by Bourse de Montréal Inc. of the S&P/TSX 60 ESG Index Future and the S&P/TSX Composite ESG Index Future. CDCC makes certain minor amendments to its Rules that are required to make these new future contracts eligible for trading under Rule C-7 Futures on Stock Indices.

CDCC wishes to inform the Clearing Members that these amendments have been self-certified pursuant to the self-certification process set forth in the *Derivatives Act* (C.Q.L.R., c I-14.01) and submitted to the Ontario Securities Commission in accordance with the “Rule Change Not Requiring Approval in Ontario” process.

You will find attached hereto the amendments set to come into force and to be incorporated into the version of the Rules of CDCC that will be made available on the CDCC website at www.cdcc.ca on **December 11, 2020**, after market close.

If you have any questions or concerns regarding this notice, please contact Alexandre Normandeau at 514-787-6623 or at alexandre.normandeau@tmx.com.

Jay Rajarathinam
President

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PART C – FUTURES

RULE C-7 FUTURES ON STOCK INDICES

The Sections of this Rule C-7 are applicable only to Futures settling on a future date where the Underlying Interest is an Eligible Stock Index.

Section C-701 DEFINITIONS

Notwithstanding Section A-102 for the purposes of Futures on Stock indices, the following terms are as defined:

“**Eligible Stock Index**” – means a stock index that is either the S&P/TSX 60 Index, the S7P/TSX Composite Index – Banks (Industry Group), the S&P/TSX Capped Utilities Index, the S&P/TSX Composite Index, the S&P/TSX World Gold Index, the S&P/TSX Capped Financials Index, the S&P/TSX Capped Information Technology Index, the S&P/TSX Capped Energy Index, ~~or~~ the S&P/MX International Cannabis Index, the S&P/TSX 60 ESG Index or the S&P/TSX Composite ESG Index.

“**Exchange**” – means Bourse de Montréal Inc.

“**Final Settlement Price**” – means the settlement price determined by the Exchange as being the official opening level of the Eligible Stock Index on the day following the last day of trading, multiplied by the appropriate Multiplier.

“**Futures**” – means an undertaking to make settlement in cash on a future date of the difference between the Final Settlement Price and the Trade Price, multiplied by the appropriate Multiplier, pursuant to the standardized terms and conditions set forth in these Rules and in accordance with the by-laws, , rules and policies of the Exchange.

“**Multiplier**” – means the multiplier of a Futures on an Eligible Stock Index, as specified by the Exchange.

“**Underlying Interest**” – means the Eligible Stock Index underlying of the Futures.

“**Underlying Security**” – means any of the securities included in an Eligible Stock Index underlying a class of Futures on an Eligible Stock Index.

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“**Underlying Security**” – means any of the securities included in an Eligible Stock Index underlying a class of Futures on an Eligible Stock Index.