

NOTICE TO MEMBERS



CANADIAN DERIVATIVES
CLEARING CORPORATION

CORPORATION CANADIENNE DE
COMPENSATION DE PRODUITS DÉRIVÉS

NOTICE TO MEMBERS

No. 2002-006

January 14, 2002

ACCEPTABLE MARGIN DEPOSITS FOR SHORT CALL OPTIONS

Government of Canada Bond Options

Hereunder is a list of Government of Canada Bonds which are acceptable as deposit of underlying for offset against marginable short call positions.

Rule A-708 (1) (b) reads in part:

"Government of Canada Bonds which:

- (i) are the underlying bond; or
- (ii) have been deemed acceptable by the Corporation."

That is bonds which:

- (i) have higher coupon rates;
- (ii) have an aggregate face value at maturity of at least \$1,000,000,000;
- (iii) trade at premium of \$5 greater than the underlying bond; and
- (iv) mature no sooner than 2 years prior to the underlying bond.

	Underlying Bond		Acceptable Margin
OBK- Government of Canada	9 %, March 1, 2011	9 ¼%	June 1, 2022
		9 ¾%	June 1, 2021
		10 ¼%	March 15, 2014
		10 ½%	March 15, 2021
		11 ¼%	June 1, 2015
OBV Government of Canada	9 ¾% June 1, 2021	10 ½%	March 15, 2021
OBZ Government of Canada	8% June 1, 2023	9%	June 1, 2025
		9 ¼%	June 1, 2022
		9 ¾%	June 1, 2021

Options on the Government of Canada Bond Futures (OGB)

Hereunder is a list of Government of Canada Bonds which are acceptable as deposit of underlying for offset marginable short call positions for Options on Futures (OGB).

Rule A-708 (1) (b) reads in part;

"Government of Canada Bonds which:

- (i) are the underlying bond; or
- (ii) have been deemed acceptable by the Corporation."

	Underlying Contract		Acceptable Margin
CGB	March 2002	5 ½%	June 1, 2010
		6%	June 1, 2011
CGB	June 2002	5 ½%	June 1, 2010
		6%	June 1, 2011
CGB	September 2002	6%	June 1, 2011
CGB	December 2002	6%	June 1, 2011

Michel Favreau
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