



NOTICE TO MEMBERS

No. 2005 – 049

May 12, 2005

Non-Consecutive inter-month Butterfly Spread Margin Rates

Effective on May 16, 2005, Canadian Derivatives Clearing Corporation (CDCC) will recognize non consecutive Butterfly Spreads (i.e. a spread taken out in two non consecutive contract expiries together with an opposite spread in the later contract of the first spread and the next, non consecutive, contract expiry. Also, please note that the two opposite spreads need to have the same time period between their two contracts) in BAX futures contracts for margining purposes. The Non Consecutive Inter-Month Butterfly Spread Margin Charge for BAX contracts is shown below.

Please note that the Non Consecutive Inter-Month Butterfly Spread Margin Charge will be recalculated at the end of June along with the other Spread Margin Charges, and thereafter quarterly.

Futures symbol	Non-Consecutive Inter-month Butterfly Spread Charge*
BAX	\$193

* The revised rates will be implemented with processing of trade on May 16, 2005.

If you have any questions please contact Christian Bergeron, Risk Management, at (514) 871-4949 ext. 404.

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