

NOTICE TO MEMBERS No. 2004 - 005 January 30, 2004

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.

<u>Underlying Bond</u> OBA- Government		Acce	Acceptable Margin	
of Ca nada	5.25% June 1, 2012	10.50%	March 15, 2021	
		9.75%	June 1, 2021	
		8%	June 1, 2023	
		9%	June 1, 2025	
		8%	June 1, 2027	

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