



CIRCULAR 079-20
May 6, 2020

Listing of Three-Month CORRA Futures (CRA)

Bourse de Montréal Inc. (the Bourse) and Canadian Derivatives Clearing Corporation (CDCC) wish to advise Clearing Members that the new Three-Month CORRA Futures will be listed at the opening of trading on Friday, June 12th, 2020, subject to the completion of the self-certification process as established under the Derivatives Act (CQLR, Chapter I-14.01) and, when applicable, to obtaining final regulatory approvals.

The Bourse will initially list 12 quarterly contracts. For further detail on the new Futures contract, please refer to the following advisory notice published by the Bourse ([A20-004 Listing of Three-Month CORRA Futures](#)).

The Three-Month CORRA Futures will be margined by CDCC in a similar way as the BAX Futures contracts, i.e using the SPAN[®] based methodology with related risk parameters calibrated on a daily basis (Margin Interval and Intra-Commodity Spreads). Intra-Commodity Spread will be applied on the same type of spreads and butterfly strategies as the BAX contracts, under a similar tier structure. CDCC will also provide a SPAN[®] margin relief between the Three-Month CORRA Futures and the BAX contract (Inter-Commodity Spread). Please note that this margin relief will only be available at the CDCC level (i.e. under the Risk Array file). Additional Margins (Market Liquidity Risk, Intra-Day Variation Margin Risk), currently applicable to the BAX contracts, will also be required for the Three-Month CORRA Futures.

All information regarding the new risk parameters values will be available at <https://www.cdcc.ca> (under FILES & PUBLICATIONS) on the day of the listing of the contract. The Risk Array, integrating the Three-Month CORRA Futures risk parameters, will also be available under the same timeline at the end of the first trading day at https://www.cdcc.ca/spanFiles_en.

For further information, please contact **Market Operations Department** at **(514) 871-7871**, or the **Risk Management Department** at **(514) 871-3505**. Clearing Members may contact the CDCC's Corporate Operations department.

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