



CIRCULAR 123-19
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Pre-Trade Risk Control - new offering

Bourse de Montréal Inc. (the “Bourse”) and Canadian Derivatives Clearing Corporation (“CDCC”) wish to inform you that a new service will be made available to both Participants and Clearing Members to configure pre-trade risk controls. This service will be launched on **September 23rd, 2019**.

The new offering is a web user interface which aims to facilitate the access to the existing Pre-Trade Validation functionality. It will allow clearing members the ability to set specific controls to mitigate risk exposure from non-clearing member relationships - (F)AP. It will also allow participants to set specific or global pre-trade controls for internal or client order flow to the Bourse.

Features Overview

The Pre-Trade Risk Control application offers the ability to set validation controls, receive alerts and configure predefined actions when limits are reached. It offers three main control types which may be configured at various granularities:

Control Types		Level of Granularity
Maximum Order Quantity		Firm Level
Position Limits (long, short or net)		Trader ID, or Trader Team
Credit Controls (long, short or net)		Product Level (Instrument Group)

For further information on this new offering, access and onboarding, please contact Mark Bourcier, Senior Account Manager, Market Access & Client Solutions at 514-871-3581 or by e-mail at mark.bourcier@tmx.com.

For further information on product features and roadmap, please contact Alex Turcotte, Senior Manager & Squad Lead, Web Development at 514-787-6658 or by e-mail at alex.turcotte@tmx.com.