



## NOTICE TO MEMBERS

No. 2015 – 134

November 18, 2015

### **SELF-CERTIFICATION**

#### **AMENDMENTS TO THE CANADIAN DERIVATIVES CLEARING CORPORATION OPERATIONS MANUAL FOR THE PURPOSE OF MOVING THE AFTERNOON INTRA-DAY MARGIN PROCESS**

On July 29, 2015, the Board of Directors of the Canadian Derivatives Clearing Corporation (CDCC) approved amendments to the Operations Manual of CDCC. CDCC wishes to inform the Clearing Members that the amendment has been self-certified pursuant to the self-certification process set forth in the *Derivatives Act* (C.Q.L.R., c I-14.01) and approved by the Ontario Securities Commission in accordance with the “Rule Change Requiring Approval in Ontario” process.

The purpose of the proposed amendment is to move the start time of the Afternoon Intra-Day Margin Call process from the existing 1:15 p.m. start to 12:45 p.m. Eastern Time (ET) to ensure that Clearing Members have a one (1) hour window to address discretionary margin call shortfalls with collateral prior to CDCC moving Canadian cash via Large Value Transfer System (LVTS) to cover Clearing Member’s obligations.

You will find attached hereto the amendments to be incorporated into the version of the Operations Manual of CDCC that will be made available on the CDCC website at [www.cdcc.ca](http://www.cdcc.ca) as of November 18, 2015 and set to come into force on November 30, 2015.

If you have any questions or concerns regarding this notice, please contact CDCC’s Corporate Operations department or direct your e-mail inquiries to [cdcc-ops@cdcc.ca](mailto:cdcc-ops@cdcc.ca).

Glenn Goucher  
President and Chief Clearing Officer

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**CANADIAN DERIVATIVES CLEARING CORPORATION  
CORPORATION CANADIENNE DE COMPENSATION DE PRODUITS DÉRIVÉS**

**OPERATIONS MANUAL**

**VERSION OF ~~MAY-25~~, 2015**

## TIME FRAMES FOR ON-LINE ACCESS

### ON EVERY BUSINESS DAY

Activity	Deadlines
Settlement Time with respect to payments for overnight settlement	7:45 a.m.
Fixed Income Transactions – Morning Netting Cycle Timeframe in respect of any Pending Payment Against Delivery Requirements (Morning Net Payment Against Delivery Requirements sent to CDS for settlement during the Morning Net DVP Settlement Timeframe)	10:00 to 10:15 a.m.
Morning Net DVP Settlement Timeframe	10:15 to 10:30 a.m.
Morning Intra-Day Margin Call	10:30 a.m.
Afternoon Intra-Day Margin Call	<del>12:45</del> 1:15 p.m.
Specific Deposits (same day withdrawal)	<del>12:45</del> 1:15 p.m.
Fixed Income Transactions – Afternoon Netting Cycle Timeframe in respect of any Pending Settlement Requirements (Afternoon Net DVP Settlement Requirements sent to CDS for settlement by End of Day DVP Settlement Time)	2:00 to 2:15 p.m.
Cash Deposits (Margin Deposits) – under \$2,000,000 (same day deposit)	2:45 p.m.
Cash Deposits (Margin Deposits) – of and over \$2,000,000 (2 Business Days notice)	2:45 p.m.
Cash withdrawal requests (Margin Deposits) – under \$2,000,000 (same day withdrawal)	2:45 p.m.
Cash withdrawal requests (Margin Deposits) – of and over \$2,000,000 (2 Business Days notice)	2:45 p.m.
Fixed Income Transactions – (Same Day Transactions) – Submission Cut-Off Time	3:30 p.m.
All assets deposits other than cash (Margin Deposits)	3:30 p.m.
All assets withdrawal requests other than cash (Margin Deposits) for same day withdrawal	3:30 p.m.
All assets substitution requests other than cash (Margin Deposits) for same day substitution	3:30 p.m.
Specific Deposits (overnight valuation)	3:30 p.m.
End of Day DVP Settlement Time	4:00 p.m.
OTCI (other than Fixed Income Transactions) – Unmatched entry	4:30 p.m.
Position Transfers	5:25 p.m.
Same Day and T+1 Trade corrections	5:30 p.m.
Open Position changes	5:30 p.m.

TIME FRAMES FOR ON-LINE ACCESS (continued on next page)

## TIME FRAMES FOR ON-LINE ACCESS

### ON EVERY BUSINESS DAY (continued)

Activity	Deadlines
Fixed Income Transactions and Futures contracts on Acceptable Securities – Netting Cut Off Time (Netted settlement instructions (Net Delivery Requirements and Net Payment Against Delivery Requirements) sent to CDS for settlement on the next business day)	5:30 p.m.
Futures – Request for Standard vs Mini Offset	5:00 p.m.
Futures – Tender Notices submission	5:30 p.m.
Options – Exercise Notices submission	5:30 p.m.
CDCC Clearing Application shutdown – Close of Business	5:30 p.m.
Fixed Income Transactions – available (next Business Day start)	7:00 p.m.
<b>Unsettled Item</b>	
Confirmation of settled items to be sent to CDCC	4:15 p.m.
<b>Daily Capital Margin Monitoring Calls</b>	
CDCC notifies Clearing Members of additional Margin required	9:30 a.m.
Clearing Member’s obligation to cover any deficit	12:00 (noon)
<b>Additional Margin for Intra-Day Variation Margin Risk</b>	
CDCC notifies Clearing Members of additional Margin required	1: <del>30</del> 45 p.m.
Clearing Member’s obligation to cover any deficit	2: <del>30</del> 45 p.m.
<b>Additional Charge for Mismatched Settlement Risk</b>	
CDCC notifies Clearing Members of additional Margin required	1: <del>30</del> 45 p.m.
Clearing Member’s obligation to cover any deficit	2: <del>30</del> 45 p.m.