

Date: December 14<sup>th</sup>, 2017

## TRADING IN CDOR-BASED PRODUCTS

Yesterday, a number of our clients expressed concerns with respect to certain trade prices in some of the Montreal Exchange's key Interest rate products based on the Canadian Dollar Offered Rate (CDOR) shortly after the daily publication of the CDOR rate for that day.

CDOR is managed by Thomson Reuters, the appointed CDOR administrator and calculator<sup>1</sup>. We want to assure our clients that Montreal Exchange is firmly committed to working with its industry partners and advocating in pursuit of ways to ensure the CDOR methodology is reflective of best practice across the industry for the calculation and administration of benchmarks and the resulting CDOR rate is representative of the underlying market.

In pursuit of that objective, Montreal Exchange will therefore relay the concerns expressed and comments received to the relevant stakeholders and will continue to actively collaborate with industry efforts.

Please feel free to reach out to Robert Tasca at [robert.tasca@tmx.com](mailto:robert.tasca@tmx.com). We welcome your feedback.

Sincerely,

**Jacques-A. Caussignac**

Vice-Président, Croissance et innovation, Dérivés | Vice President, Derivatives Growth and Innovation  
Bourse de Montréal | Montréal Exchange  
Groupe TMX / TMX Group



<sup>1</sup>See Thomson Reuters' [website](#), and notably the [CDOR Methodology Guide](#).