

DATE - 05-20-2021



# Advisory Notice A21-005

## INITIAL LISTING OF OPTIONS ON TWO-YEAR AND FIVE-YEAR GOVERNMENT OF CANADA BOND FUTURES (OGZ & OGF) AND REDUCTION OF THE STRIKE PRICE RANGE FOR OPTIONS ON CGB (OGB)

Bourse de Montréal Inc. (the “Bourse”) wishes to inform market participants that pursuant to [Advisory Notice A21-004](#), the following Options on two-year Government of Canada (“GoC”) bond futures (OGZ) and Options on five-year Government of Canada bond futures (OGF) will be available for trading as of **Monday May 31, 2021**.

| Product (Symbol)   | Contract Month                              | Strike prices listed* (Calls and Puts)         |
|--|---|--|
| Options on Two-Year Government of Canada Bond Futures (OGZ)  | September 2021 (U21)<br>December 2021 (Z21) | 107.20 to 112.20<br>in increment of 0.10 cents |
| Options on Five-Year Government of Canada Bond Futures (OGF) | September 2021 (U21)<br>December 2021 (Z21) | 115.00 to 134.00<br>in increment of 0.25 cents |

\*Subject to change if meaningful interest rates movements are observed prior to the effective date.

The aforementioned options will be added to the High Speed Vendor Feed (HSVF) and Order Book Feed (OBF) using the current messaging protocol.

Additionally, **on the same effective date**, the Bourse will remove the following strike prices from its standard offering :

| Product (Symbol)  | Contract Month                            | Strike prices removed*        |
|---|---|-------------------------------|
| Options on Ten-Year Government of Canada Bond Futures (OGB) | All contract months,<br>including serials | Below 120.00 and above 160.00 |

\*Any option on which there would be open interest will not be removed.

As such, the following guidelines will apply going forward for subsequent Options on GoC bond futures listings:

| <b>Product (Symbol)</b>                                      | <b>Strike price range (indicative)</b> | <b>Underlying rate move covered (indicative)</b> |
|--|--|--|
| Options on Two-Year Government of Canada Bond Futures (OGZ)  | At-the-money +/- C\$2.5                | 100 basis points                                 |
| Options on Five-Year Government of Canada Bond Futures (OGF) | At-the-money +/- C\$9.5                | 150 basis points                                 |
| Options on Ten-Year Government of Canada Bond Futures (OGB)  | At-the-money +/- C\$20                 | 175 basis points                                 |

The Bourse reserves the right to list additional strike prices from time to time based on market demand.

For additional information on this notice, or if you require technical assistance, please contact the Technical Help Desk.

**Technical Help Desk**

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Local: 514-871-7872

Email: [MarketOps@tmx.com](mailto:MarketOps@tmx.com)

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