

# IIROC NOTICE

## **Rule Notice Guidance Note**

Dealer Member Rules

*Please distribute internally to:*

Credit  
Internal Audit  
Legal and Compliance  
Operations  
Regulatory Accounting  
Retail  
Senior Management  
Trading Desk

*Contact:*

Mindy Kwok  
Information Analyst, Member Regulation Policy  
416-943-6979  
mkwok@iiroc.ca

Bruce Grossman  
Information Analyst, Member Regulation Policy  
416-943-5782  
bgrossman@iiroc.ca

**09-0045  
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## **FX Margin Surcharge**

In reference to Dealer Member Rule 100.2(d)(v)(B) and (C), there is in place a monitoring mechanism whereby the volatility of all foreign currencies in Groups 1, 2 and 3 are monitored by the Corporation on a daily basis. For any foreign currency in which its exchange rate volatility exceeds defined parameters, there is an automatic margin surcharge that shall apply for a minimum of 30 days.

Based on the volatility of the CDN dollar exchange rates, effective February 11, 2009, the following spot risk margin rate(s) apply until further notice:

- **Australian Dollar versus Canadian Dollar from 5.8% to 4.40%**
- **Japanese Yen versus Canadian Dollar from 11.70% to 7.70%**



- **Mexican New Peso versus Canadian Dollar from 5.80% to 4.50%**
- **New Zealand Dollar versus Canadian Dollar from 5.90% to 5.00%**
- **Sweden Krone versus Canadian Dollar from 5.60% to 4.30%**
- **United Kingdom Pound versus Canadian Dollar from 5.90% to 5.00%**
- **U.S. Dollar versus Canadian Dollar from 6.50% to 5.70%**

Based on the volatility of the U.S. dollar exchange rates, effective February 11, 2009, the following spot risk margin rate(s) apply until further notice:

- **Australian Dollar versus U.S. Dollar from 10.60% to 7.50%**
- **Canadian Dollar versus U.S. Dollar from 6.50% to 5.70%**

Attached is the foreign exchange [\*\*Margin Violation Summary Report\*\*](#) prepared as at February 6, 2009 listing all currencies presently in Groups 1-3. The Corporation monitors the volatility of all Group 1, 2 and 3 foreign currencies and issues a notice when there is any change in status.

For reference purposes, the preceding foreign exchange margin surcharge notice to Members was IIROC Rules Notice 09-0008 dated January 12, 2009.