

IIROC NOTICE

Rules Notice Technical

Dealer Member Rules

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20-0225

November 3, 2020

List of Securities Eligible for Reduced Margin (LSERM)

LSERM quarter ended September 30, 2020

Enclosed as [Attachment #1](#), is a copy of the LSERM, which has been prepared using data available for the quarter ended September 30, 2020. This list must be used to identify securities eligible for reduced margin as set out in Dealer Member Rules 100.2(f)(vi) and 100.12(a)(i)[IIROC Rule subsection 5310(1)]¹.

A separate section of this list details those Canada/United States inter-listed securities that have qualified for inclusion on the LSERM solely because they have options issued by the Options Clearing Corporation (“OCC”) traded against them. IIROC compiles this section of the LSERM on a best efforts basis. Consequently, Dealer Members are reminded that separate from this list, securities against which options issued by the OCC are traded, are eligible for reduced margin as set out in Dealer Member Rules 100.2(f)(vi) and 100.12(a)(ii).

Dealer Members are reminded that for securities that are convertible or exchangeable into securities on the LSERM, margin should be calculated according to Dealer Member Rule section 100.21, *Maximum margin*

¹ To assist readers, we reference applicable IIROC Rules provision (see Notice [19-0144](#) – IIROC Dealer Member Plain Language Rule Book Implementation). Since the plain language rule book is not yet effective, we shaded this reference in grey. The shading will be removed when the plain language rule book is effective.



required for Convertible Securities, [IIROC Rule subsection 5330(1)], which simply adds the conversion loss, if any, to the reduced margin rate requirement.

This list supersedes the most recently issued LSERM, effective November 24, 2020 [which is fifteen business days following the issuance date of this Notice].