

CanDeal Observations

Canadian Money Markets – A Market in Transition

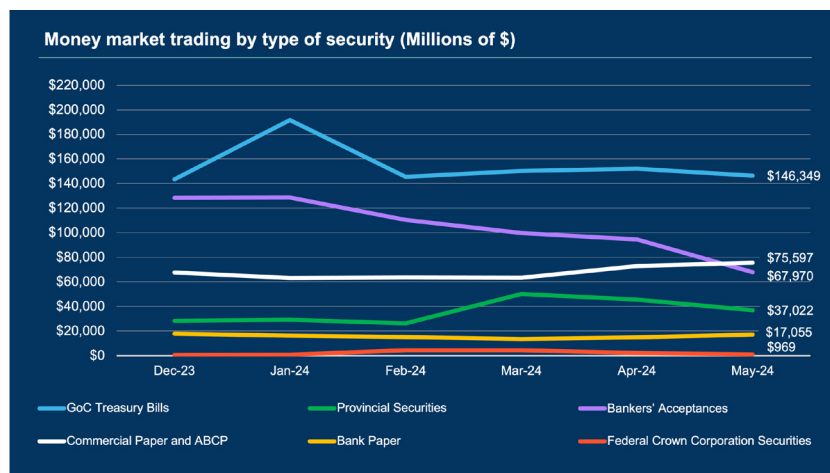
21 June 2024

2024 will see the cessation of the Canadian Dollar Offered Rate (CDOR) and Canadian Bankers' Acceptances. In our fourth issue of CanDeal Observations, we continue to provide valuable statistics and updates on the Canadian money markets.

7 Days to Zero Issuance in Bankers' Acceptance

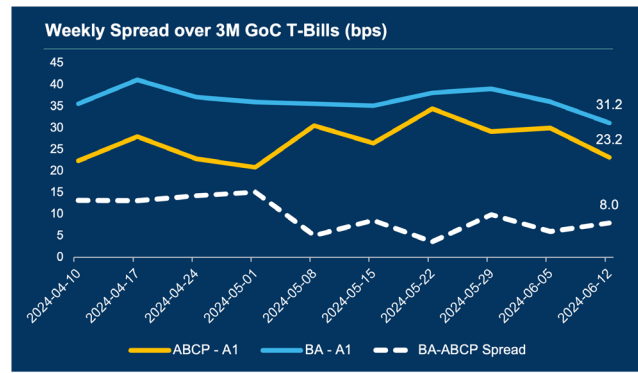
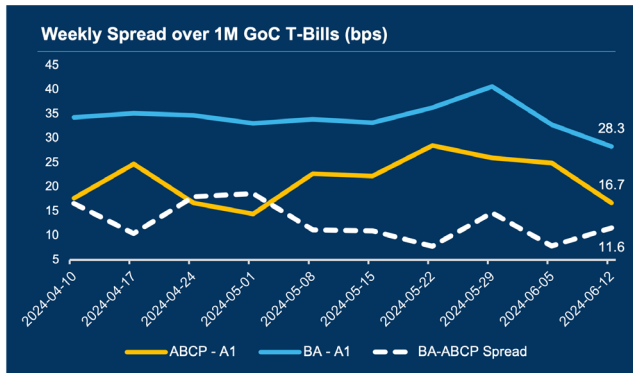
Using statistics [published by CIRO](#), the chart below shows monthly secondary market trading for money market instruments by type. Secondary market trading in Bankers' Acceptances is also being used as a proxy for issuance and tracks the decline to zero effective June 28, 2024.

In the month of May, a changing of the guard occurred where the total amount traded was lower for Bankers' Acceptances than for Commercial Paper and ABCP. Bankers' Acceptances volume was still significant in May, close to \$68B, a 28% decrease from April.



The chart above has been produced by CanDeal using data published by the [Canadian Investment Regulatory Organization](#) (CIRO · OCRI) and available [here](#).

Yield Spreads



When focusing on the relationship between Banker Acceptances (BA's) and ABCPs, we can see significant volatility in the BA-ABCP 1-Month spreads over the last few weeks while the BA-ABCP 3-Month spreads suddenly dropped at the beginning of May and have stayed constantly lower since.

Term CORRA Highlights

As the Administrator for the Term CORRA benchmark, CanDeal Benchmark Solutions publishes the Term CORRA rates for the previous business day at 4:00PM (ET) daily, except for Canadian market holidays, on the [CanDeal website](#). Viewers can scroll to see the historical data back to September 5, 2023.

The authorized uses for Term CORRA as published by The Canadian Alternative Reference Rate working group (CARR) can also be viewed on CanDeal's [webpage](#) of Term CORRA Public Notices.

Licensing & Fees Information

Access to Term CORRA data, licensing and subscription fee information is provided by [TMX Datalinx](#).

Countdown to July 2024 – What's Next?

CanDeal DNA Consensus OIS (CORRA) & Swap Rates

At the request of industry participants, CanDeal DNA will distribute new consensus OIS and swap rates generated using quotations provided by Canadian banks and dealers. Covering short-dated tenors from overnight to one year and long-dated out to 30 years, these new rates will provide a trusted, independent service for market participants to price variable rate debt and money market instruments.

Analyze the Market, Evaluate Your Options

[CanDeal Data & Analytics \(DNA\)](#) provides intraday pricing and security master details for over 40,000 money market instruments and is committed to including new instruments as they become available to the marketplace.

Contact us at DNASales@canddeal.com for sample data or to inquire about subscribing to our money market, bond, asset-backed, mortgage-backed or Yankee universes. Visit the [CanDeal](#) website for additional details.

CanDeal DNA Wins Industry Awards

CanDeal DNA has been named as the **Best Evaluated Pricing Service Provider** in the 2024 Inside Market Data/Inside Reference Data **awards**. This follows CanDeal DNA's recognition as the **Best Buy-Side Evaluated Pricing Service** in the 2023 Buy-Side Technology Awards.

