

July 28, 2022
091/2022-PRE

CIRCULAR LETTER

OTC and Listed B3 Participants

Re.: **Changes to Normative Documents for Listed B3 and OTC B3**

New versions of the normative documents listed below will take effect on **August 1, 2022**, with changes relating to certain responsibilities of B3's Chief Executive Officer (CEO).

- I. B3 Access Rules
- II. B3 Access Manual
- III. B3 Trading Rulebook
- IV. B3 Trading Procedures Manual
- V. B3 Clearinghouse Rules
- VI. B3 Clearinghouse Risk Management Manual
- VII. B3 Foreign Exchange Clearinghouse Rulebook
- VIII. B3 Foreign Exchange Clearinghouse Operating Manual
- IX. B3 Equities Central Depository Rules
- X. OTC B3 Rulebook
- XI. Manual of Rules for the Registration Subsystem, Central Depository Subsystem and Clearing and Settlement Subsystem
- XIII. Collateral Management Rulebook

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- XIV.** Credit Rights and Receivables Unit Manual
- XV.** Derivatives Trading Manual
- XVI.** Structured Transaction Certificate Manual
- XVII.** Real Estate Credit Note Manual
- XVIII.** OTC B3 Trading Platform Manual
- XIX.** Asset Distribution Module Manual
- XX.** Agribusiness Credit Note and Agribusiness Receivables Certificate Manual
- XXI.** Investment Funds Manual
- XXII.** Manual on Registration of Bond Clearing and Settlement Terms and Conditions with the National Financial System
- XXIII.** Manual on Private Placement Certificates, CRAs, CRIs, Debentures and Commercial Paper
- XXIV.** CDA, WA and CPR Manual
- XXV.** Carbon Credits Manual
- XXVI.** OTC B3 Glossary

The changes consist of the transfer to the Joint Board of Directors, or a similar group, of certain responsibilities currently assigned solely to B3's CEO. The purpose of these changes is to reflect the priority B3 gives to collegiate decision making.

Transfer of the CEO's responsibility to the Central Counterparty Internal Risk Committee led to the need to update references to the Market Risk Technical Committee, Credit Risk Technical Committee and Risk Committee, all of which are now subsumed in the Central Counterparty Internal Risk Committee.

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Other changes have been made to B3's OTC normative documents to update the OTC B3 brand in accordance with Circular Letter 005/2021-PRE, dated January 28, 2021.

The changes are detailed in the Annex to this Circular Letter.

Updated versions of the documents listed above will be available from **August 1, 2022**, at www.b3.com.br/en_us, Regulation, Regulatory framework, Regulations and manuals, in Access, Listed B3, Access the documents (for items I and II above); Trading, Listed B3, Access the documents (III and IV); Clearing, settlement and risk management, Access the documents (V-VIII); Central Depository, Listed B3, Access the documents (IX); and at www.b3.com.br, Regulação, Estrutura Normativa, Regulamentos e Manuais, Registro e Liquidação, Balcão B3, Acessar documentos (X-XXVI).

Further clarification can be obtained from Risk Management by calling +55 11 2565-5031 or 5032; and from Operations, Fixed Income and Settlement by calling +55 11 2565-5041 or emailing operacaobalcao@b3.com.br.

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Chief Executive Officer

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Chief Operating Officer – Issuers,
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Annex I to CIRCULAR LETTER 091/2022-PRE

Description of changes

I. B3 ACCESS RULES

Title II: Authorized Participants

Chapter I: Access Authorization

- **Article 6, II**

Reference to Chapter VII replaced by reference only to article 34, clarifying the provision on the situations in which responsibility for access authorization may be transferred.

Chapter II: Admission Process

- **Articles 13, 17 and 18**

Chapter VI: Cancellation of Access Authorization

- **Article 29**

References to the currently named Central Counterparty Internal Risk Committee have been updated accordingly.

Title IV: General Provisions

- **Article 59**

Responsibility for decisions on cases not specified in these Rules is moved from the CEO to B3's Joint Board of Officers.

II. B3 ACCESS MANUAL

2. Authorized participants

Section 2.6. Registration Participants

Subsection 2.6.4. Operating and functional requirements

Section 2.8. Grant of New Market Groups or Categories of Access

Authorization to Participants that Already Hold Access Authorization

Section 2.11. Application of Sanctions

Subsection 2.11.2. Suspension and cancellation of access authorizations

Section 2.13. Committee Responsible for Reviewing the Admission of Authorized Participants

3. Registered Participants

Section 3.4. Agribusiness Depositary

Subsection 3.4.3. Economic and financial requirements

References to the currently named Central Counterparty Internal Risk Committee have been updated accordingly.

III. B3 TRADING RULEBOOK

Title III: General Provisions

Chapter III: Final Provisions

- **Article 115**

Responsibility for decisions on cases not specified in this Rulebook is moved from the CEO to B3's Joint Board of Officers.

IV. B3 TRADING PROCEDURES MANUAL

Title II – Trading Environment

Chapter V – Emergency and Contingency Measures

1. Emergency measures of an operational nature

Transfer from the CEO to B3's Joint Board of Officers of responsibility for delegating powers to the Chief Operating Officer – Electronic Trading and CCP, or to the Director of Electronic Trading, in the event of a situation that poses a risk to the adequate functioning of the markets operated by B3.

V. B3 CLEARINGHOUSE RULES

Title II: Clearinghouse Operations as Central Counterparty

Chapter IV: Risk Management

Section I: General Provisions

• Article 85

- Risk committee's name updated in item I to Central Counterparty Internal Risk Committee. Responsibility for appointing members of this committee moved from CEO to Joint Board of Officers.
- Deletion of item II – the matter is now part of item I, given the merger of these committees.
- Items III and IV changed to refer to Central Counterparty Internal Risk Committee.
- Items renumbered owing to deletion of previous item II.

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Section II: Credit Risk Assessment and Coverage

- **Articles 90 and 92**

Section III: Intraday Risk Management

- **Article 96**
- **Article 105, sole paragraph**

Chapter VI: Special Situations

Section II: Special Settlement and Risk Management Procedures

- **Article 162**

References to the currently named Central Counterparty Internal Risk Committee have been updated accordingly.

Title IV: General Provisions

Chapter VI: Final Provisions

- **Article 198**

Responsibility for decisions on cases not specified in these rules is moved from the CEO to B3's Joint Board of Officers.

VI. B3 CLEARINGHOUSE RISK MANAGEMENT MANUAL

Introduction

Chapter 1 – Safeguard Structure

Section 1.7. Wrong-way risk

Chapter 4 – Intraday Risk Monitoring

Section 4.1 Acceptance of transactions

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Subsection 4.1.2. Securities lending transactions contracted for in registration mode

Chapter 5 – Position Limits

Section 5.4. Conditions for granting a waiver request in the event of position limit violation

Chapter 6 – Collateral Management

Section 6.2. Valuing assets accepted as collateral

Section 6.3. Limits for accepting assets as collateral

Subsection 6.3.1. Limits for bank LCs, CDs, LCIs and LCAs

Subsection 6.3.1.1. Deposit limits for securities issued by guarantee-issuing banks

Subsection 6.3.3. Deposit limits for federal government bonds as third-party collateral

Subsection 6.3.5. Limits for use of illiquid collateral

Chapter 7 – Risk Calculations

Section 7.5. Cash flow evaluation under risk scenarios

Subsection 7.5.1. Scenarios for risk factors

Section 7.7. CORE0 module – calculating risk for investor-collateralized allocated positions

Subsection 7.7.1. Investor risk – worst aggregate loss and worst risk scenario

References to the currently named Central Counterparty Internal Risk Committee have been updated accordingly.

VII. B3 FOREIGN EXCHANGE CLEARINGHOUSE RULEBOOK

Chapter IX – Safeguards

Section II – Collateral

Subsection I – Collateral pledge and allocation

- **Article 30, paragraph one**

References to the currently named Central Counterparty Internal Risk Committee have been updated accordingly.

Section III – Funds

- **Article 35, paragraph four**

Responsibility for proposing the value of Agents' and B3's contributions to the Foreign Exchange Transaction Settlement Fund has been moved to B3's Joint Board of Officers in order to maintain consistency with the CCP Risk Management Policy.

Chapter XII – General Provisions

- **Article 53**

Responsibility for settling any disputes relating to the activities of the clearinghouse or transactions carried out through its systems, and for resolving all matters not covered by this Rulebook or any other rules and regulations issued by the clearinghouse, has been moved to B3's Joint Board of Officers.

VIII. B3 FOREIGN EXCHANGE CLEARINGHOUSE OPERATING MANUAL

11. Analysis and Acceptance of Foreign Exchange Transactions by the Clearinghouse

Section 11.2. Position Limits – Use, Grant and Alteration

Changes to update the name of the Central Counterparty Internal Risk Committee and move responsibility from the CEO to the Joint Board of Officers.

Section 11.4. Marking to Market

References to the currently named Central Counterparty Internal Risk Committee have been updated accordingly.

17. Safeguards

Section 17.1. Clearinghouse safeguards

Subsection 17.1.2. Concerning the exchange rate

References to the currently named Internal Committee for Central Counterparty Risk have been updated accordingly.

IX. B3 EQUITIES CENTRAL DEPOSITORY RULES

Title III: General Provisions

Chapter V: Final Provisions

- **Article 88**

Responsibility for resolving matters not covered by these Rules has been moved to B3's Joint Board of Officers.

X. OTC B3 RULEBOOK

CHAPTER I – OTC B3

Section II – OTC B3 Rules and their Objectives

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- **Article 6, IX**

Reference to CEO replaced by B3, considering that B3, as the operator of OTC B3, publishes on its website other information that at its discretion is or may in future be relevant to participants and their customers, including special situations relating to registration and centralized deposit activities, the functioning of the organized over-the-counter (OTC) market and the clearing and settlement subsystem.

- **Article 7**

This article has been moved to Section II of “OTC B3 Rules and their Objectives”, given that the responsibility for clarifying doubts and resolving matters not covered has been moved from the CEO to the Joint Board of Officers.

Section III – Chief Executive Officer

- **Article 9, III**

Item III has been deleted and its contents included in article 10, given that the responsibility for determining the opening hours of OTC B3 has been moved from the CEO to B3.

- **Article 9, VII**

Item VII has been deleted and its contents included in article 7, given that the responsibility for clarifying doubts and resolving matters not covered has been moved from the CEO to the Joint Board of Officers.

Section IV – B3’s Obligations as Operator of OTC B3

- **Article 10, II**

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Inclusion of new item II due to exclusion from article 9, given that the responsibility for determining the opening hours of OTC B3 has been moved from the CEO to B3.

CHAPTER VI – Clearing and Settlement

Section II – Participants that Use the Clearing and Settlement Subsystem

- **Article 131, §I**

Paragraph one has been deleted, given that article 234 (I) covers the same ground.

XI. MANUAL OF RULES FOR THE REGISTRATION SUBSYSTEM, CENTRAL DEPOSITORY SUBSYSTEM AND CLEARING AND SETTLEMENT SUBSYSTEM

CHAPTER VIII – Final Provisions

- **Article 180**

CEO replaced by Joint Board of Officers, given that the responsibility for clarifying doubts and settling matters not covered in the Manual has been moved to the Joint Board of Officers.

XII. OTC B3 RIGHT OF ACCESS MANUAL

CHAPTER V – Account Opening

Section II – Opening Participant Accounts and Customer Accounts and Subaccounts

- **Article 34, §1**

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CEO replaced by B3, considering the transfer of responsibility to establish that a custody management account may be opened for a different type of participant than those mentioned in item II of the article, provided this is approved by B3.

CHAPTER XI – Final Provisions

- **Article 46**

CEO replaced by Joint Board of Officers, considering the transfer of responsibility to establish that the Joint Board of Officers will clarify doubts and settle any matters not covered by this Manual.

XIII. COLLATERAL MANAGEMENT RULEBOOK

CHAPTER XVII – General Provisions

- **Article 35**

CEO replaced by Joint Board of Officers, considering the transfer of responsibility to establish that the Joint Board of Officers will clarify doubts and settle any matters not covered by this Rulebook.

XIV. CREDIT RIGHTS AND RECEIVABLES UNIT MANUAL

CHAPTER X – Final Provisions

- **Article 23**

CEO replaced by Joint Board of Officers, considering the transfer of responsibility to establish that the Joint Board of Officers will clarify doubts and settle any matters not covered by this Manual.

XV. DERIVATIVES TRADING MANUAL

CHAPTER VII – Final Provisions

- **Article 64**

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CEO replaced by Joint Board of Officers, considering the transfer of responsibility to establish that the Joint Board of Officers will clarify doubts and settle any matters not covered by this Manual.

XVI. STRUCTURED TRANSACTION CERTIFICATE MANUAL

CHAPTER IX – Final Provisions

- **Article 21**

CEO replaced by Joint Board of Officers, considering the transfer of responsibility to establish that the Joint Board of Officers will clarify doubts and settle any matters not covered by this Manual.

XVII. REAL ESTATE CREDIT NOTE MANUAL

CHAPTER IX – Final Provisions

- **Article 27**

CEO replaced by Joint Board of Officers, considering the transfer of responsibility to establish that the Joint Board of Officers will clarify doubts and settle any matters not covered by this Manual.

XVIII. OTC B3 TRADING PLATFORM MANUAL

TITLE IX – General Provisions

- **Article 113**

CEO replaced by Joint Board of Officers, considering the transfer of responsibility to establish that the Joint Board of Officers will clarify doubts and settle any matters not covered by this Manual.

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XIX. ASSET DISTRIBUTION MODULE MANUAL

CHAPTER I – Purpose

CHAPTER II – Definitions

CHAPTER III – Participants

CHAPTER IV – Asset Distribution Module (MDA)

- **Articles 1, 2, 3 and 4**

Cetip UTVM Segment replaced by OTC B3, in accordance with Circular Letter 005/2021-PRE, dated January 28, 2021.

CHAPTER VI – Final Provisions

- **Article 15**

CEO replaced by Joint Board of Officers, considering the transfer of responsibility to establish that the Joint Board of Officers will clarify doubts and settle any matters not covered by this Manual.

XX. AGRIBUSINESS CREDIT NOTE AND AGRIBUSINESS RECEIVABLES CERTIFICATE MANUAL

CHAPTER XIII – Final Provisions

- **Articles 1, 2, 3, 6, 8, 11, 13, 14, 15, 16, 17, 19, 20, 21, 22, 23, 24, 25, 26, 28, 29, 30, 31, 32, 35, 36, 39, 40 and 41; Chapter VII, Section I, Subsections I and II, Sections II and III; Chapter XI, Section I**

Replacement of Cetip UTVM Segment by OTC B3, in accordance with Circular Letter 005/2021-PRE, dated January 28, 2021.

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- **Article 5**

Electronic Platform replaced by OTC B3 Trading Platform, in accordance with Circular Letter 005/2021-PRE, dated January 28, 2021.

- **Article 45**

CEO replaced by Joint Board of Officers, considering the transfer of responsibility to establish that the Joint Board of Officers will clarify doubts and settle any matters not covered by this Manual.

XXI. INVESTMENT FUNDS MANUAL

CHAPTER X – General Provisions

- **Article 25**

CEO replaced by Joint Board of Officers, considering the transfer of responsibility to establish that the Joint Board of Officers will clarify doubts and settle any matters not covered by this Manual.

XXII. MANUAL ON REGISTRATION OF BOND CLEARING AND SETTLEMENT TERMS AND CONDITIONS WITH THE NATIONAL FINANCIAL SYSTEM

- **Articles 1, 2, 3, 5, 8 and 10**

Electronic Platform replaced by OTC B3 Trading Platform, in accordance with Circular Letter 005/2021-PRE, dated January 28, 2021.

CHAPTER VII – General Provisions

- **Article 12**

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CEO replaced by Joint Board of Officers, considering the transfer of responsibility to establish that the Joint Board of Officers will clarify doubts and settle any matters not covered by this Manual.

XXIII. MANUAL ON PRIVATE PLACEMENT CERTIFICATES, CRAS, CRIS, DEBENTURES AND COMMERCIAL PAPER

CHAPTER XI – Final Provisions

- **Article 37**

CEO replaced by Joint Board of Officers, considering the transfer of responsibility to establish that the Joint Board of Officers will clarify doubts and settle any matters not covered by this Manual.

XXIV. CDA, WA AND CPR MANUAL

CHAPTER XII – Final Provisions

- **Article 36**

CEO replaced by Joint Board of Officers, considering the transfer of responsibility to establish that the Joint Board of Officers will clarify doubts and settle any matters not covered by this Manual.

XXV. CARBON CREDITS MANUAL

CHAPTER I – Purpose

- **Article 1**

Electronic Platform replaced by OTC B3 Trading Platform, in accordance with Circular Letter 005/2021-PRE, dated January 28, 2021.

CHAPTER VIII – Final Provisions

- **Article 16**

CEO replaced by Joint Board of Officers, considering the transfer of responsibility to establish that the Joint Board of Officers will clarify doubts and settle any matters not covered by this Manual.

XXVI. OTC B3 GLOSSARY

- **Joint Board of Directors (*Diretoria Colegiada*)**

Inclusion of defined term now used in all OTC B3 normative documents.