

TO: Montréal Exchange (MX) Participants

FROM: Manager, Client Onboarding and Market Technology

OBJECT: Listing of Share Futures Contracts

DATE: September 2, 2016

This notice is to inform market participants that, subject to compliance with the conditions set forth in the self-certification process as established in the Derivatives Act (CQLR, Chapter I-14.01), and pursuant to obtaining the consent of regulatory authorities in other jurisdictions where required, Bourse de Montréal Inc. (the "Bourse") wishes to list Share Futures on Canadian stocks.

In preparation for the launch, the Bourse invites market participants to test their systems. Kindly note that the launch date will be announced in a subsequent notice.

Share futures contracts have been designed to meet the needs of a diversity of participants, mainly institutional investors, hedge funds and portfolio managers. The listing of share futures contracts on Canadian stocks extends the MX's offering in the equity derivatives product complex.

Share futures contracts on Canadian stocks will be traded in Canadian dollars and physically delivered. They will have a trading unit (contract size) of 100 shares.

The new contract specifications can be found below. The contracts will be added to the High Speed Vendor Feed (HSVF) using the current messaging protocol. Information on the new contracts will be made available at www.m-x.ca on the first trading day.

TRADING INFORMATION

Futures Contracts Month Codes			
Month	Code	Month	Code
January	F	July	N
February	G	August	Q
March	H	September	U
April	J	October	V
May	K	November	X
June	M	December	Z

Names that will be listed on launch date		
Initial list of Underlying Canadian Stocks for Share Futures that will be launched	SSF Symbol	Underlying Symbol
BCE INC.	FBC	BCE*
BANK OF MONTREAL	FBO	BMO*
BANK OF NOVA SCOTIA (THE)	FNS	BNS*
CANADIAN IMPERIAL BANK OF COMMERCE	FCB	CM*
CANADIAN NATIONAL RAILWAY COMPANY	FCN	CNR*
EMERA INC.	FMA	EMA*
ENBRIDGE INC.	FEB	ENB*
ENCANA CORPORATION	FEA	ECA*
FORTIS INC.	FFS	FTS
INTER PIPELINE LTD.	FPL	IPL*
MANULIFE FINANCIAL CORPORATION	FMF	MFC*
NATIONAL BANK OF CANADA	FNB	NA
PEMBINA PIPELINE CORPORATION	FPP	PPL
POWER CORPORATION OF CANADA	FPW	POW
ROYAL BANK OF CANADA	FRY	RY
SUN LIFE FINANCIAL	FLF	SLF
TELUS CORPORATION	FTC	T
THOMSON REUTERS CORPORATION	FRT	TRI
TORONTO-DOMINION BANK (THE)	FTD	TD
TRANSCANADA CORPORATION	FRP	TRP

**Underlying symbol for which a contract will be available in the MX testing environment*

TECHNICAL IMPACT

The following MX services will be impacted as follows by the new futures:

Category	Service	Impact
Order Management	SAIL	NO**
	FIX	NO**
Market Data Feeds	HSVF Unicast & HSVF UDP Multicast	NO**
	OBF	NO**
Post Trading	Trade Management System (TMS)	NO**
	CLEARING API	NO**
	ATR	NO**
Reports	EoD Participant Activity Report - Instrument list	NO**
	End of Day Report	NO**

**Behaves similar to all other futures contracts

The following MX services will display the underlying equity symbols of the new futures:

Service	YES/NO
HSVF Unicast & HSVF UDP Multicast	NO
FIX	NO
Trade Management System (TMS)	YES
CLEARING API	YES
OBF	NO
EoD Participant Activity Report - Instrument list	NO
End of Day Report	YES

GENERAL TEST ENVIRONMENT (GTE)

The table within the "TRADING INFORMATION" section, which presents the names that will be listed on the launch date, also identifies the underlying symbols for which share futures contracts are available in the MX testing environment should clients require testing. Application testing and support is available Mondays through Fridays, from 8:00 AM (EST) to 16:30 PM (EST). After hours testing is available without support on Mondays through Fridays, from 16:30 PM (EST) to 22:30 PM (EST).

CONTACT INFORMATION

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

Technical Help Desk

Toll-free: 1 877 588-8489

Local: 514 871-7872

samsupport@m-x.ca

CONTRACT SPECIFICATIONS

SHARE FUTURES CONTRACTS

SPECIFICATIONS	
Underlying	Individual Canadian or international shares.
Trading Unit	One contract represents 100 shares.
Expiry Cycle	Quarterlies: March, June, September and December. Serials: two (2) nearest non-quarterly months.
Price Quotation	Prices are quoted in Canadian dollars and cents per share.
Minimum Price Fluctuation	CAN \$0.01 per share.
Contract Type	Physically-delivered; delivery of the underlying stocks via the Canadian Depository for Securities Limited (CDS).
Last Trading Day	Trading ceases at 4:00 P.M. (ET) on the third Friday of the contract month, providing it is a business day; if not, the first preceding business day.
Final Settlement Day	The third business day after the last trading day.
Position Reporting Threshold	250 contracts, in the case of stock options and share futures contracts (for all contract months combined of each share future contract) having the same underlying security, by aggregating positions on stock options and share futures contracts, one option contract being equal to one share futures contract. While options and share futures contracts must be considered in the aggregate for purposes of the reporting threshold (on a gross basis), positions in options and share futures contracts shall be reported each separately.
Position Limit	Information on position limits can be obtained from the Bourse as they are subject to periodical changes.
Price Limit	A trading halt will be invoked in conjunction with the triggering of "circuit breakers" on the underlying issue.
Trading Hours	<ul style="list-style-type: none">• Early session: 6:00 a.m. to 9:15 a.m. (ET)• Regular session: 9:30 a.m. to 4:00 p.m. (ET) <p>The regular session opens at 9:30 a.m. The opening of the share future will be triggered by the opening of its underlying on the TSX.</p>
Clearing Corporation	Canadian Derivatives Clearing Corporation (CDCC).

Note: Contract specifications are provided for information purposes only and remain subject to change. The Rules of the Bourse must be consulted in all cases with respect to product specifications. Refer to Circular [091-16](#) for details regarding changes proposed, but not yet self-certified, to contract specifications.

We thank you for your cooperation.

Giancarlo Percio
Manager, Client Onboarding and Market Technology