

## SPONSORED OPTIONS

# Specifications

<b>Underlying</b>	<ul style="list-style-type: none"> <li>• Stock indices (Canadian and international )</li> <li>• Stocks (Canadian and international)</li> </ul>
<b>Issuer and Clearing Corporation</b>	Canadian Derivatives Clearing Corporation
<b>Sole writer (sole short seller)</b>	The sponsor is the sole writer of the option. All market participants may effect purchase and sale/close-out positions.
<b>Exercise Type</b>	Cash settlement
<b>Exercise Style</b>	European. European style options can be exercised only on the expiration date.
<b>Trading and Exercise Settlement Currency</b>	Canadian dollars (CAD\$)
<b>Conversion Ratio (contract size)</b>	Determined on a per option series basis. For example, if the conversion ratio is ten to one, the contract provides the right to purchase (call) or sell (put) 1/10 <sup>th</sup> of one unit of the underlying.
<b>Exercise Price</b>	The exercise price is displayed based on the value of one share or one unit of the underlying. Exercise prices are expressed in the currency of the underlying.
<b>Premium Multiplier</b>	1 It is the figure used to determine the premium amount.
<b>Premium Amount</b>	The premium amount is equal to the trading price of the sponsored option multiplied by the number of contracts multiplied by the premium multiplier.
<b>Settlement</b>	T+1
<b>Exercise Settlement</b>	Cash settlement on the day following the exercise date
<b>Exercise Settlement Amount</b>	The exercise settlement amount for one sponsored call option is equal to the difference between the closing value of the underlying on the expiration date and the exercise price (vice-versa in the case of one sponsored put option), multiplied by the conversion ratio and multiplied by the canadian/foreign exchange rate.
<b>Expiration</b>	Variable expiration dates
<b>Margin Requirements</b>	Margin requirements apply only to the sponsor since he is the sole writer of the sponsored options.
<b>Reporting and Position Limits</b>	Information on reporting and position limits can be obtained from the Bourse as they are subject to periodical changes.
<b>Trading Hours</b>	The trading hours are published in the sponsored options information term sheets.

