



<input type="checkbox"/>	Trading – Interest Rate Derivatives	<input checked="" type="checkbox"/>	Back-office - Options
<input type="checkbox"/>	Trading – Equity and Index Derivatives	<input type="checkbox"/>	Technology
<input checked="" type="checkbox"/>	Back-office – Futures	<input type="checkbox"/>	Regulation
		<input checked="" type="checkbox"/>	MCeX

CIRCULAR
March 3, 2011

FUTURES CONTRACTS MARGIN REQUIREMENTS

Bourse de Montréal Inc. (the Bourse) sets futures contracts margin rates. The Bourse updates these rates on a monthly basis or when justified by market conditions.

The Bourse, in collaboration with Canadian Derivatives Clearing Corporation (CDCC), has determined that futures contract margin rates, in the case of speculators and hedgers, must be modified as follows:

FUTURES CONTRACTS	MARGIN TYPE	PREVIOUS RATE	NEW RATE
ONX - 30-Day Overnight Repo Rate	Speculator	\$550	\$550
	Hedger	\$500	\$500
BAX - Three-month Canadian Bankers' Acceptance	Speculator	\$350	\$350
	Hedger	\$300	\$300
CGZ - Two-year Canadian Government Bond	Speculator	\$1,250	\$1,250
	Hedger	\$1,150	\$1,150
CGF -Five-year Canadian Government Bond	Speculator	\$1,350	\$1,350
	Hedger	\$1,250	\$1,250
CGB - Ten-year Canadian Government Bond	Speculator	\$2,150	\$2,150
	Hedger	\$2,050	\$2,050
LGB - Thirty-year Canadian Government Bond	Speculator	\$3,450	\$3,400
	Hedger	\$3,250	\$3,200
SCF - S&P/TSX Composite Index (mini contract)	Speculator	\$2,650	\$2,550
	Hedger	\$2,550	\$2,450
SXF - S&P/TSX 60 Index	Speculator	\$6,000	\$6,000
	Hedger	\$5,800	\$5,800
SXA - S&P/TSX Global Gold Index	Speculator	\$5,700	\$5,700
	Hedger	\$5,500	\$5,500
SXB - S&P/TSX Capped Financials Index	Speculator	\$1,550	\$1,600
	Hedger	\$1,450	\$1,500
SXH - S&P/TSX Capped Information Technology Index	Speculator	\$850	\$900
	Hedger	\$800	\$850
SXY - S&P/TSX Capped Energy Index	Speculator	\$3,900	\$3,950
	Hedger	\$3,700	\$3,750
MCX – Carbon Dioxide Equivalent (CO _{2e}) Units	Speculator	\$150	\$150
	Hedger	\$100	\$100
WCH – Canadian Heavy Crude Oil Differential Price Futures - Daily	Speculator	\$5,350	\$3,400
	Hedger	\$5,150	\$3,200

Note: The "Speculator" designation applies to all clients, except acceptable institutions, acceptable counterparties, regulated entities and bona fide hedgers, as defined in the Rules and Policies of the Bourse.

FUTURES CONTRACT SPREAD POSITIONS

The following is a summary of the margin rates applicable to spread positions in futures contracts listed at Bourse de Montréal Inc.:

MARGIN TYPE	INDEX FUTURES CONTRACTS/CARBON DIOXIDE FUTURES CONTRACTS							
	SCF	SXF	SXA	SXB	SXH	SXY	MCX	WCH
SPREADS	\$200	\$350	\$100	\$100	\$100	\$100	\$100	\$3,200

MARGIN TYPE	INTEREST RATE FUTURES CONTRACTS					
	ONX	BAX	CGZ	CGF	CGB	LGB
SPREADS	\$132	\$142	\$200	\$200	\$200	\$200
BUTTERFLY (consecutive expiry months)	N/A	\$83	N/A	N/A	N/A	N/A
BUTTERFLY (non-consecutive expiry months)	N/A	\$158	N/A	N/A	N/A	N/A

MARGIN ON INTER-COMMODITY SPREAD POSITIONS

SPREAD POSITION	PREVIOUS MARGIN RATE	NEW MARGIN RATE
CGF - CGZ		
Speculator	\$2,570	\$2,570
Hedger	\$2,375	\$2,375

Note: For margin and capital calculation purposes, since the size of the CGF and CGZ futures contracts are different, the above-mentioned margin may be used only if the pairing is made by taking into account the size difference of these futures contracts. This means that the spread position must consist of two (2) CGF futures contracts (100,000 size) and one (1) CGZ futures contract (200,000 size).

SPREAD POSITION	PREVIOUS MARGIN RATE	NEW MARGIN RATE
CGB-CGZ		
Speculator	\$1,945	\$1,945
Hedger	\$1,840	\$1,840

Note: For margin and capital calculation purposes, since the size of the CGB and CGZ futures contracts are different, the above-mentioned margin may be used only if the pairing is made by taking into account the size difference of these futures contracts. This means that the spread position must consist of two (2) CGB futures contracts (100,000 size) and one (1) CGZ futures contract (200,000 size).

SPREAD POSITION	PREVIOUS MARGIN RATE	NEW MARGIN RATE
CGF - CGB		
Speculator	\$2,450	\$2,450
Hedger	\$2,310	\$2,310

SPREAD POSITION	PREVIOUS MARGIN RATE	NEW MARGIN RATE
LGB-CGB		
Speculator	\$2,240	\$2,220
Hedger	\$2,120	\$2,100

SPREAD POSITION CGB-BAX	PREVIOUS MARGIN RATE	NEW MARGIN RATE
Speculator	\$1,145	\$1,145
Hedger	\$1,085	\$1,085

SPREAD POSITION CGF-BAX	PREVIOUS MARGIN RATE	NEW MARGIN RATE
Speculator	\$1,865	\$1,865
Hedger	\$1,715	\$1,715

SPREAD POSITION SXF-SCF	PREVIOUS MARGIN RATE	NEW MARGIN RATE
Speculator	\$865	\$855
Hedger	\$835	\$825

These new margin requirements **will be implemented with end of day processing on Monday March 7, 2011.**

For further information, please contact Santo Ferraiuolo, Market Analyst, Regulatory Division, at 514 871-4949, extension 413, or by e-mail at sferraiuolo@m-x.ca.

Jacques Tanguay
Vice-President, Regulatory Division