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<input checked="" type="checkbox"/> Trading – Equity and Index Derivatives	<input checked="" type="checkbox"/> Technology
<input checked="" type="checkbox"/> Back-office – Futures	<input checked="" type="checkbox"/> Regulation
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**CIRCULAR  
April 7, 2010**

**REQUEST FOR COMMENTS**

**AMENDMENT OF INCREMENTS RELATED TO GOVERNMENT OF CANADA BOND  
FUTURES CONTRACTS AND OPTIONS ON GOVERNMENT OF CANADA BOND  
FUTURES FOR PURPOSES OF CALCULATING THE NO CANCEL RANGE**

**AMENDMENTS TO ARTICLE 5.3 OF THE PROCEDURES FOR THE CANCELLATION  
OF TRADES**

The Rules and Policies Committee of Bourse de Montréal Inc. (“Bourse”) has approved amendments to the Procedures for the Cancellation of Trades (the “Procedures”) of Bourse in order to increase the increments related to Government of Canada bond futures contracts (“CGB”) and options on CGB provided for in paragraph 5.3(3) of the Procedures from 20 to 40 basis points.

Comments on the implementation of the proposed additions must be submitted within 30 days following the date of publication of the present, at the latest on **May 6, 2010**. Please submit your comments to:

*Mr. François Gilbert  
Vice-President, Legal Affairs, Derivatives  
Bourse de Montréal Inc.  
Tour de la Bourse  
P.O. Box 61, 800 Victoria Square  
Montréal, Quebec H4Z 1A9  
E-mail: [legal@m-x.ca](mailto:legal@m-x.ca)*

A copy of these comments shall also be forwarded to the Autorité des marchés financiers (the Autorité) to:

*Ms. Anne-Marie Beaudoin  
Director – Secretariat of L’Autorité  
Autorité des marchés financiers  
800 Victoria Square, 22<sup>nd</sup> Floor  
P.O. Box 246, Tour de la Bourse  
Montréal (Quebec) H4Z 1G3  
E-mail: [consultation-en-cours@lautorite.qc.ca](mailto:consultation-en-cours@lautorite.qc.ca)*

Circular no.: 039-2010

## **Appendices**

For your information, you will find in appendices an analysis document of the proposed amendments as well as the amended procedures. The implementation date of the proposed amendments will be determined by the Bourse, in accordance with the self-certification process as determined by the Derivatives Act (R.S.Q., chapter I-14.01).

### **Process for Changes to the Rules**

The Bourse is authorized to carry on business as an exchange and is recognized as a self-regulatory organization (SRO) by the Autorité. The Board of Directors of the Bourse has delegated to the Rules and Policies Committee of the Bourse its powers to approve and amend the Rules and Procedures. The Rules of the Bourse are submitted to the Autorité in accordance to the self-certification process as determined by the Derivatives Act (R.S.Q., chapter I-14.01).

In its SRO capacity, the Bourse assumes market regulation and supervision responsibilities of its approved participants. The responsibility for regulating the market and the approved participants of the Bourse comes under the Regulatory Division of the Bourse (the Division). The Division carries on its activities as a distinct business unit separate from the other activities of the Bourse.

The Division is under the authority of a Special Committee appointed by the Board of Directors of the Bourse. The Special Committee is empowered to recommend to the Board of Directors the approval or amendment of some aspects of the Rules of the Bourse governing approved participants, among which, the Rules relating to margin and capital requirements. The Board of Directors has delegated to the Rules and Policies Committee of the Bourse its powers to approve or amend these Rules with recommendation from the Special Committee. These changes are submitted to the Autorité for approval.