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<input checked="" type="checkbox"/>	Back-office – Futures	<input type="checkbox"/>	Regulation
		<input type="checkbox"/>	MCeX

**CIRCULAR
May 13, 2009**

MINI FUTURES CONTRACTS ON THE S&P/TSX COMPOSITE™ INDEX (SCF)

AMENDMENTS TO ARTICLES 6801, 6802, 6803, 6804, 6807, 6808 AND 6812 OF RULE SIX OF BOURSE DE MONTRÉAL INC.

AMENDMENTS TO ARTICLES 15001, 15508, 15509, 15703, 15708, 15709, 15758, 15759, 15809, 15908 AND 15909 AND ADDITION OF ARTICLES 15971 TO 15979, 15986 TO 15988 AND 15991 OF RULE FIFTEEN OF BOURSE DE MONTRÉAL INC.

AMENDMENTS TO THE PROCEDURES APPLICABLE TO THE EXECUTION OF CROSS TRANSACTIONS AND THE EXECUTION OF PREARRANGED TRANSACTIONS, TO THE PROCEDURES FOR THE EXECUTION AND REPORTING OF EXCHANGE FOR PHYSICAL (EFP), EXCHANGE FOR RISK (EFR) AND SUBSTITUTION OF OTC DERIVATIVES INSTRUMENTS FOR FUTURES CONTRACTS TRANSACTIONS, TO THE DAILY SETTLEMENT PRICE PROCEDURES FOR FUTURES CONTRACTS AND OPTIONS ON FUTURES CONTRACTS AND TO THE PROCEDURES FOR THE CANCELLATION OF TRADES

The Rules and Policies Committee of Bourse de Montréal Inc. (the Bourse) as well as the Autorité des Marchés Financiers (the Autorité) have approved amendments to the Rules of the Bourse and to the related procedures in order to allow the listing and trading of the Mini Futures Contracts on the S&P/TSX Composite™ Index (SCF). These amendments will become effective on **May 15, 2009**. You will find attached the amended articles and procedures as well as the contract specifications.

Amendments to the Rules

New articles have been added to Rule Fifteen (Section 15971 – 15995, Mini Futures Contracts on S&P/TSX Composite Index) and amendments have been made to articles 6801, 6802, 6803, 6804, 6808 and 6812 of Rule Six and to article 15001 of Rule Fifteen. All the aforementioned Rules changes will facilitate the listing and trading of the SCF contract. Additional housekeeping modifications have been made to other articles of Rule Fifteen in order to harmonize concepts that are used throughout the Rule.

Procedures Applicable to the Execution of Cross Transactions and the Execution of Prearranged Transactions

The purpose of the modifications made to this procedure is to allow the SCF contract to be eligible to the transactions covered by this procedure. To this effect, the terminology has been modified to make it more generic by grouping all Futures Contracts on S&P/TSX Indices and by prescribing for this group a common exposure time delay of zero (0) second for a minimum quantity threshold of 100 contracts and five (5) seconds for a quantity less than 100 contracts.

Circular no.: 081-2009

Procedures for the Execution and Reporting of Exchange for Physical (EFP), Exchange for Risk (EFR) and Substitution of OTC Derivatives Instruments for Futures Contracts Transactions

This procedure has been recently amended following reactivation of the CGF contract on April 17, 2009 through the self-certification process (as communicated in circulars 058-2009 and 059-2009). Further amendments have been made to this procedure pertaining to the terminology used to designate the group of index derivative instruments. Throughout the procedure, the term “Futures contracts on S&P/TSX Indices” will now be used instead of “Stock index futures contracts”.

Procedures Applicable to the Daily Settlement Price Procedures for Futures Contracts and Options on Futures Contracts

The nature of the modification to this procedure pertains to the title of Section 4.2 which has been made generic for all Futures Contracts on S&P/TSX Indices.

Procedures for the Cancellation of Trades

This procedure has been recently amended following the reactivation of the CGF contract on April 17, 2009. In addition to some housekeeping amendments, the designation of Government of Canada bonds futures contracts (in the schedule of Section 4.3) has been modified in order to regroup all these contracts in a single group of derivative instruments (Government of Canada Bonds Futures) instead of designating each individual contract separately. Furthermore, a correction from the originally proposed modifications has been made in the increments table of Section 4.3 of the procedure; the term “fair value” for the futures contracts on S&P/TSX Indices having been replaced by “acceptable market price”, a term which is described in the procedure

Contract specifications

An additional modification has also been made to the originally proposed contract specifications. The Minimum Price Fluctuation for outright positions, which had originally been proposed to be set at one (1) index point, has been increased to five (5) index points. This adjustment was made to reflect common practice in the SXF contract which provides different minimum price fluctuation levels for outright positions and calendar spreads.

Offer and sale of the SCF Contract in the United States

Please take note that for the time being the SCF contract cannot be offered and/or sold in the United States and this until the Commodity Futures Trading Commission (CFTC) issues a supplemental no-action letter allowing such offer and/or sale. The Bourse has initiated the process in order to obtain such no-action letter and will inform market participants when it will receive CFTC authorization.

The regulatory modifications discussed in this circular were subjected to a request for comments published by the Bourse on December 18, 2008 (circular 251-2008). A summary of comments received is attached as well as the amended Rules and Procedures of the Bourse and the SCF futures contract specifications. This information is also available on the Web site of the Bourse.

For additional information please contact Market Operations - Futures Contracts at 1-888-693-6366 or 514 871-7871.

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