



CIRCULAR 086-21

May 12, 2021

SELF-CERTIFICATION

AMENDMENTS TO THE RULES OF BOURSE DE MONTREAL INC. CONCERNING TRADING HALTS ON EQUITY INDEX FUTURES

On March 16, 2021, the Rules and Policies Committee of Bourse de Montréal Inc. (the “**Bourse**”) approved amendments to the Rules of the Bourse in order to modify the rules pertaining to trading halts for certain index futures. The Bourse further proposes to modify the overnight trading range applicable to its index futures.

These amendments were self-certified in accordance with the self-certification process as established in the *Derivatives Act* (CQLR, Chapter I-14.01).

These amendments attached herewith will become effective on **May 28, 2021**, after market close. Please note that the revised articles will also be available on the Bourse’s website (www.m-x.ca).

The amendments described in the present circular were published for public comment by the Bourse on March 22, 2021 (see circular [053-21](#)). Further to the publication of this circular, no comment was received by the Bourse.

For additional information, please contact Alexandre Normandeau, Legal Counsel, at 438-985-3289 or by email at alexandre.normandeau@tmx.com.

Alexandre Normandeau
Legal Counsel
Bourse de Montréal Inc.

Blackline version

Article 6.210 Trade Cancellation and or Price Adjustment

[...]

- (h) No-Review Range. The Bourse will determine the limits of the No-Review Range by determining what was the acceptable market price for the Derivative Instrument before the Trade under review occurred based upon all relevant information, including the last Trade price, a better bid or offer, a more recent price for a related Derivative Instrument (for example a different expiry month) and the prices of similar Derivative Instruments trading on other markets once the acceptable market price is established, the Bourse applies the following increments to determine the limits of the No-Review Range;

DERIVATIVE INSTRUMENT	INCREMENT
[...]	
Futures Contracts on S&P/TSX and S&P/MX Indices and on the FTSE Emerging Markets Index - Regular strategy orders and Basis Trade on Close	1% of the acceptable market price of these Futures Contracts 5% of the increments for the outright month On such Futures Contracts, no adjustment will be made if the trade price is within 1 full index point of the acceptable market price <u>or if the underlying index is subject to a trading halt</u>
[...]	

[...]

Article 12.506 Trading Halts

(a) Trading halts shall be coordinated with the triggering of the trading halt mechanism of the Underlying Interest (circuit breakers).

(b) ~~In the event~~Provided that trading in the securities market is planned to resumes after a 15 minutes trading halt, trading in the S&P/TSX 60 Index standard Futures shall resume ~~only~~ after a 10 minutes ~~halt~~percentage (as determined by the Bourse from time to time) of the Underlying Interest S&P/TSX 60 Index have reopened.

[...]

Article 12.606 Trading Halts

(a) Trading halts shall be coordinated with the triggering of the trading halt mechanism of the Underlying Interest (circuit breaker).

(b) ~~In the event~~Provided that trading in the securities market is planned to resume after a 15 minutes trading halt, trading in the S&P/TSX 60 Index mini Futures shall resume ~~only~~ after a 10 minutes ~~halt percentage (as determined by the Bourse from time to time) of the interest underlying the S&P/TSX 60 Index have re-opened.~~

[...]

Clean version

Article 6.210 Trade Cancellation and or Price Adjustment

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