



<input checked="" type="checkbox"/>	Trading – Interest Rate Derivatives	<input checked="" type="checkbox"/>	Back-office - Options
<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

**CIRCULAR 116-14**

August 29, 2014

**THREE-MONTH CANADIAN BANKERS' ACCEPTANCE FUTURES,  
QUARTERLIES ONE THROUGH FOUR**

**THE COMPETITIVE LIQUIDITY INCENTIVE PROGRAM**

Bourse de Montréal Inc (the Bourse) is pleased to announce the launch of a Competitive Liquidity Incentive Program (CLIP) further to the transition to a half tick minimum price fluctuation on the Three-Month Canadian Bankers' Acceptance Futures contract, quarterlies one through four (the BAX Whites).

**ELIGIBILITY CRITERIA**

Only participants in the Liquidity Provider Rebate Program (LPRP) are eligible to participate in the CLIP.

**EFFECTIVE DATES**

The CLIP will run from September 8, 2014 to August 31, 2015.

**CASH AWARDS**

Eligible participants who rank in the top ten overall, based on their total monthly trading volumes, will earn the cash awards detailed below, to be calculated monthly and paid quarterly.

<b>Rank</b>	<b>Cash Award</b>
1 <sup>st</sup> Place	\$12,000
2 <sup>nd</sup> Place	\$10,000
3 <sup>rd</sup> Place	\$ 8,000
4 <sup>th</sup> Place	\$ 6,000
5 <sup>th</sup> Place	\$ 5,000
6 <sup>th</sup> Place	\$ 4,000
7 <sup>th</sup> Place	\$ 2,000
8 <sup>th</sup> Place	\$ 1,500
9 <sup>th</sup> Place	\$ 1,000
10 <sup>th</sup> Place	\$ 500

In the event of a tie between two or more participants, each will receive an equal share of the cash award allocated to the ranking that they have collectively attained, as well as the cash award for the following ranking(s), in accordance with the number of tied participants. For example, should three participants tie for the first rank, they will share equally between them the total cash awards of both the 1<sup>st</sup>, 2<sup>nd</sup> and 3<sup>rd</sup> ranks; thus each would receive a cash award of \$10,000  $((\$12,000 + \$10,000 + \$8,000) / 3)$ .

Cash awards will be paid in the same manner as the participant's quarterly LPRP fee rebates.

CLIP participants must adhere to the Bourse's rules, procedures and regulations to be entitled to cash awards.

CLIP participants will be notified by email of the rankings they have attained each month.

### **MODIFICATIONS**

The Bourse reserves the right to modify or cancel the CLIP at any time. Thirty (30) days written notice will be provided in the event of any such modification or cancellation.

### **REGISTRATION**

Those who meet the requirements of eligibility who wish to participate in the CLIP should confirm their interest to:

Francois Vendette, Manager, Institutional Relations

Email: [fvendette@m-x.ca](mailto:fvendette@m-x.ca)

For further information, please contact Mr. François Vendette by email as above, or by telephone at 514 871-3515.

Claude Cyr  
Senior Vice President, Financial Markets



**Montréal  
Exchange**

## **List of Fees**

**Effective as of  
September 1, 2014**

**A. APPROVED PARTICIPANTS (DOMESTIC & FOREIGN) – APPLICATION AND REGULATION**

**1. Market Regulation Assessments**

<b>1.1</b>	<b>Fixed annual assessment</b>	
1.1.1	Approved participant (domestic & foreign)	\$ 5,000
<b>1.2</b>	<b>Variable assessment - Surveillance (per contract, per side)</b>	
1.2.1	Approved participant (domestic & foreign) - All contracts - Except SXM	\$ 0.03
1.2.2	Approved participant (domestic & foreign) - SXM	\$ 0.01

**2. Fees resulting from the late filing of documents**

<b>2.1</b>	<b>Termination notice submitted more than 10 business days after the termination date</b>	
2.1.1	First occurrence (per late business day, for a maximum of \$1,000)	\$ 100
2.1.2	Second occurrence in a same calendar year (per late business day, for a maximum of \$2,500)	\$ 250
2.1.3	For any following occurrence in a same calendar year (per late business day, for a maximum of \$5,000)	\$ 500
<b>2.2</b>	<b>Late reporting of corporate amendments</b>	
2.2.1	Change of name (per late business day, for a maximum of \$1,000)	\$ 100
2.2.2	Other corporate amendments under Rule Three (e.g. merger, taking of a major position, change of control, reorganization, etc.) (per late business day, for a maximum of \$2,500)	\$ 250
<b>2.3</b>	<b>Report related to position limits (options) submitted after the prescribed deadline</b>	
2.3.1	First occurrence (per late business day, for a maximum of \$1,000)	\$ 100
2.3.2	Second occurrence in a same calendar year (per late business day, for a maximum of \$2,500)	\$ 250
2.3.3	For any following occurrence in a same calendar year (per late business day, for a maximum of \$5,000)	\$ 500
<b>2.4</b>	<b>Report related to position limits (futures) submitted after the prescribed deadline</b>	
2.4.1	First occurrence (per late business day, for a maximum of \$1,000)	\$ 100
2.4.2	Second occurrence in a same calendar year (per late business day, for a maximum of \$2,500)	\$ 250
2.4.3	For any following occurrence in a same calendar year (per late business day, for a maximum of \$5,000)	\$ 500
<b>2.5</b>	<b>Semi-monthly report for over-the-counter options, submitted more than 3 business days after the due date (Rule Nine)</b>	
2.5.1	First occurrence (per late business day, for a maximum of \$1,000)	\$ 100
2.5.2	Second occurrence in a same calendar year (per late business day, for a maximum of \$2,500)	\$ 250
2.5.3	For any following occurrence in a same calendar year (per late business day, for a maximum of \$5,000)	\$ 500
<b>2.6</b>	<b>Information or document required in the course of an investigation, examination or analysis, submitted more than 1 business day after the due date (per late business day, for a maximum of \$2,500)</b>	\$ 250

**3. SAM authorized person**

<b>3.1</b>	New application	\$ 125
<b>3.2</b>	Annual fee per SAM authorized person	\$ 125
<b>3.3</b>	Course fee per SAM authorized person	\$ 250

**4. Approval as designated representative or responsible person**

<b>4.1</b>	Designated representative (domestic & foreign)	\$ 150
------------	--	--------

**5. Corporate amendments**

\$ 500
--------

(Taking of a major position resulting in a change of control which is likely to materially affect the operations; resignation as an approved participant)

**6. Billing of inspection expenses**

variable
----------

Bourse de Montréal Inc. (the "Bourse") may decide to charge an approved participant (domestic & foreign), in addition to the fixed and variable fees charged by the Regulatory Division, for expenses incurred during an inspection if, in its opinion, in reason of operational deficiencies or others, this approved participant requires a specific surveillance and follow-up by the Regulatory Division.

Any approved participant (domestic & foreign) whose head office or branch to be inspected is located outside Montréal will be charged for the related travel expenses incurred by the staff of the Bourse.

**B. MARKETS – GENERAL FEES****1. Back-Office Tools (monthly fees)**

<b>1.1</b>	MTM (per station)	\$	522
<b>1.2</b>	LOPR (Large Open Position Reporting)- Graphical User Interface (GUI) license fee		
	1.2.1 First license	\$	200
	1.2.2 Each additional license	\$	100

**2. SAM access**

<b>2.1</b>	Disconnection	\$	500
<b>2.2</b>	Maintenance fees (per month)	\$	500

**3. Telecommunications**

<b>3.1</b>	Installation set up (per network connection)	\$	1,500
<b>3.2</b>	Disconnection	\$	250
<b>3.3</b>	Monthly hosting fees via point of presence (POP)	\$	750
<b>3.4</b>	Monthly VPN access (per connection)	\$	29.95

**4. Services Drop copy fees**

<b>4.1</b>	Per month	\$	500
------------	-----------	----	-----

**5. Participant Activity Reports - PAR (monthly fees)**

<b>5.1</b>	Instrument list *	\$	200
<b>5.2</b>	Anonymous Trades	\$	200
<b>5.3</b>	Firm's open orders	\$	200
<b>5.4</b>	Firm's order activity	\$	200
<b>5.5</b>	Firm's post trade activity	\$	200
<b>5.6</b>	All five reports	\$	700

\*The instrument report will be offered free of charge with a subscription to any other PAR report

**6. Other\***

<b>6.1</b>	Professional support (per hour) (minimum of one (1) hour)	\$	150
------------	--	----	-----

\* The Bourse can, at its discretion, charge for miscellaneous services at cost plus administrative fees.

**C. TRANSACTION FEES (per contract, per side)**

**1. Options**

<b>1.1</b>	<b>Options</b>	
	1.1.1 Client and approved participant (domestic & foreign)	\$ 0.50
	1.1.2 Liquidity provider program participant	\$ 0.16
	1.1.3 Market maker	\$ 0.16
<b>1.2</b>	<b>Index Options</b>	
	1.2.1 Client and approved participant (domestic & foreign)	\$ 0.25
	1.2.2 Liquidity provider program participant	\$ 0.16
	1.2.3 Market maker	\$ 0.16
<b>1.3</b>	<b>Options on Exchange Traded Funds (ETF)</b>	
	1.3.1 Client and approved participant (domestic & foreign)	\$ 0.25
	1.3.2 Liquidity provider program participant	\$ 0.16
	1.3.3 Market maker	\$ 0.16
	1.3.4 Market maker program participant	\$ 0.00

**2. Futures and options on futures**

<b>2.1</b>	<b>Futures (see notes 4 &amp; 5)</b>	
	2.1.1 Client	\$ 0.82
	2.1.2 Approved participant (domestic & foreign)	\$ 0.33
	2.1.3 Liquidity provider program participant (see section 5)	\$ 0.21
<b>2.2</b>	<b>Options on futures</b>	
	2.2.1 Client	\$ 0.50
	2.2.2 Approved participant (domestic & foreign)	\$ 0.30
	2.2.3 Liquidity provider program participant (see section 5)	\$ 0.20
<b>2.3</b>	<b>Share Futures</b>	
	2.3.1 Client and approved participant (domestic & foreign)	\$ 0.25
	2.3.2 Liquidity provider program participant (see section 5)	\$ 0.16
	2.3.3 Market maker	\$ 0.16
<b>2.4</b>	<b>Futures - SXM</b>	
	2.4.1 Client	\$ 0.21
	2.4.2 Approved participant (domestic & foreign)	\$ 0.09
	2.4.3 Liquidity provider program participant (see section 5)	\$ 0.06

**3. Futures on carbon dioxide equivalent (CO<sub>2</sub>e) units**

<b>3.1</b>	Client and approved participant (domestic & foreign)	\$ 2.50
<b>3.2</b>	Liquidity provider program participant	\$ 0.65

**4. Exchanges for physicals (EFP) and Exchange for risk (EFR)**

<b>4.1</b>	Futures	\$ 0.25
<b>4.2</b>	Futures on carbon dioxide equivalent (CO <sub>2</sub> e) units (including SUBs*)	\$ 2.50

\* SUB=Substitutions

## 5. Liquidity Provider Rebate Program

Contract		Monthly Volume Threshold	Rebate	Transaction Fee post rebate
<b>BAX *</b>	1 <sup>st</sup> year cycle	First 10,000 contracts	\$0.00	\$0.21
		10,001 to 20,000	\$0.05 per side	\$0.16
		20,001 to 40,000	\$0.10 per side	\$0.11
		40,001 to 80,000	\$0.13 per side	\$0.08
		80,001 + contracts	\$0.16 per side	\$0.05
	2 <sup>nd</sup> year cycle	No threshold	\$0.16 per side	\$0.05
3 <sup>rd</sup> year cycle	No threshold	\$0.16 per side	\$0.05	
<b>CGB</b>	All contracts	First 5,000 contracts	\$0.00	\$0.21
		5,001 to 10,000	\$0.05 per side	\$0.16
		10,001 to 20,000	\$0.10 per side	\$0.11
		20,001 to 40,000	\$0.13 per side	\$0.08
		40,001 + contracts	\$0.16 per side	\$0.05
<b>CGF</b>	All contracts	No threshold	\$0.13 per side	\$0.08
<b>CGZ</b>	All contracts	No threshold	\$0.13 per side	\$0.08
<b>LGB</b>	All contracts	No threshold	\$0.13 per side	\$0.08
<b>OBX</b>	All contracts	No threshold	\$0.12 per side	\$0.08
<b>ONX</b>	All contracts	No threshold	\$0.16 per side	\$0.05
<b>OIS</b>	All contracts	No threshold	\$0.16 per side	\$0.05
<b>FTSE</b> (Effective until Dec 31, 2015)	All contracts	First 500 contracts	\$0.00	\$0.21
		501 to 1,000	\$0.05 per side	\$0.16
		1,001 to 1,500	\$0.10 per side	\$0.11
		1,501 to 2,000	\$0.13 per side	\$0.08
		2,001 + contracts	\$0.16 per side	\$0.05
<b>FTSE</b> (Effective Jan 1, 2016)	All contracts	First 1,000 contracts	\$0.00	\$0.21
		1,001 to 2,000	\$0.05 per side	\$0.16
		2,001 to 3,000	\$0.10 per side	\$0.11
		3,001 to 4,000	\$0.13 per side	\$0.08
		4,001 + contracts	\$0.16 per side	\$0.05
<b>SXF</b>	All contracts	First 3,000 contracts	\$0.00	\$0.21
		3,001 to 6,000	\$0.05 per side	\$0.16
		6,001 to 12,000	\$0.10 per side	\$0.11
		12,001 to 24,000	\$0.13 per side	\$0.08
		24,001 + contracts	\$0.16 per side	\$0.05
<b>SXM</b>	All contracts	First 6,000 contracts	\$0.00	\$0.06
		6,001 to 12,000	\$0.01 per side	\$0.05
		12,001 to 24,000	\$0.02 per side	\$0.04
		24,001 to 48,000	\$0.03 per side	\$0.03
		48,001 + contracts	\$0.04 per side	\$0.02
<b>Share Futures</b>	All contracts	No threshold	\$0.00	\$0.16
<b>Equity / Options</b>	All contracts	No threshold	\$0.00	\$0.16
<b>ETF / Options</b>	All contracts	No threshold	\$0.00	\$0.16
<b>Index / Options</b>	All contracts	No threshold	\$0.00	\$0.16
<b>Currency / Options</b>	All contracts	No threshold	\$0.00	\$0.16

Rebate program applies to frequent traders, proprietary trading and arcade firms registered with the Bourse.

The Bourse is also offering a rebate program for new traders under its Liquidity Provider Rebate Program. Please contact the Bourse for further details.

\* In order to ease the transition to a half tick minimum price fluctuation on the Three-Month Canadian Bankers' Acceptance Futures contract, quarterlies one through four (the BAX Whites), the Bourse has decided (subject to self-certification of these changes expected on September 8, 2014) to introduce a Competitive Liquidity Incentive Program (CLIP) from September 8, 2014 to August 31, 2015, inclusive. Consult circular no. 116-14 for further details.

## 6. Rebate and Fee Cap Programs for approved participants (domestic & foreign)

**6.1** This rebate program only applies to cross transactions and pre-arranged transactions done in zero-seconds exceeding the thresholds specified below, and only on the leg where the approved participant acts as the counterparty of the trade.

Cross and pre-arranged transactions  $\geq 100$  contracts executed by approved participants with market making assignments qualify for this rebate program; such transactions do not qualify for market maker fees.

Contract		Size per trade	Rebate	Transaction fee post rebate *
<b>Equity / Options</b>	All contracts	From 1,000 to 10,000	\$0.25	\$0.25
		10,000 + contracts	\$0.25	\$0.25 cap at \$ 2,500 / leg
<b>ETF / Options</b>	All contracts	From 1,000 to 10,000	\$0.00	\$0.25
		10,000 + contracts	\$0.00	\$0.25 cap at \$ 2,500 / leg
<b>Index / Options (Except SXO)</b>	All contracts	From 1,000 to 10,000	\$0.00	\$0.25
		10,000 + contracts	\$0.00	\$0.25 cap at \$ 2,500 / leg
<b>S&amp;P/TSX 60 Index Options (SXO)</b>	All contracts	1,000 + contracts	\$0.00	\$0.25 cap at \$ 250 / leg
<b>Currency / Options</b>	All contracts	From 1,000 to 10,000	\$0.25	\$0.25
		10,000 + contracts	\$0.25	\$0.25 cap at \$ 2,500 / leg

\* The fee cap applies on an individual transaction basis and not on an aggregate basis.

**6.2** This rebate program only applies to client transactions of less than 100 contracts.

Contract	Tiers (in million of contracts annually)	Rebate	Transaction fee post rebate: Equity / Options, Currency / Options	Transaction fee post rebate: ETF / Options, Index / Options
<b>All contracts: Equity / Options, ETF / Options, Index / Options, Currency / Options</b>	From 0 to 1.5	0%	\$0.50	\$0.25
	From 1.5+ to 3.0	30%	\$0.35	\$0.175
	Above 3.0	40%	\$0.30	\$0.15

## 7. Fee Cap Program for clients

**7.1** This fee cap only applies to cross transactions and pre-arranged transactions done in zero-seconds exceeding the thresholds specified below.

Contract		Size per trade	Transaction fee *
<b>Equity / Options</b>	All contracts	10,000 + contracts	\$0.50 cap at \$ 5,000 / leg
<b>ETF / Options</b>	All contracts	10,000 + contracts	\$0.25 cap at \$ 2,500 / leg
<b>Index / Options (Except SXO)</b>	All contracts	10,000 + contracts	\$0.25 cap at \$ 2,500 / leg
<b>S&amp;P/TSX 60 Index Options (SXO)</b>	All contracts	1,000 + contracts	\$0.25 cap at \$ 250 / leg
<b>Currency / Options</b>	All contracts	10,000 + contracts	\$0.50 cap at \$ 5,000 / leg

\* The fee cap applies on an individual transaction basis and not on an aggregate basis.



**D. MARKET DATA**

**1. Real-time market data (see note 1 and 2)**

1.1	Level 1 – Professionals (per unit per month) – (basic service)	\$ 38
	Level 2 – Professionals (per unit per month) – (level 1 + market depth)	\$ 48
1.2	Level 1 – Non-professionals (per unit per month) – (basic service)	\$ 6
	Level 2 – Non-professionals (per unit per month) – (level 1 + market depth)	\$ 9
1.3	Level 1 - Climate exchange (per unit per month)	\$ 40
1.4	Vendor – Monthly fee (external transmission)	\$ 2,000
1.5	Vendor - Monthly fee (internal transmission)	\$ 750
1.6	Internet – Usage based subscriber (per quote)	\$ 0.01
1.7	Internet – Usage based subscriber (per option chain)	\$ 0.03

**2. Deferred-time market data**

2.1	Vendor – Monthly fee (external transmission)	\$ 500
-----	--	--------

**3. Real-time market data – Bourse de Montréal Website**

3.1	Non-professionals (per unit per month)	\$ 14.95
-----	--	----------

**4. Data License Fees (see note 3)**

4.1	Monthly fee - For the creation of analytics and automated trading applications	\$ 600
-----	--	--------

**5. SFTI Connectivity Fees**

5.1	Monthly fee	\$ 400
-----	-------------	--------

Notes :

1. Customers within Canada are billed in Canadian dollars. All others are billed in US dollars.
2. Each Distributor must execute the applicable documentation for Receipt of Market Data and written approval must be in place prior to Receipt of Market Data. Receipt of Market Data includes, but is not limited, the creation of original works which are based in whole or in part from the Market Data that (a) can be reverse-engineered to recreate the Market Data, and/or (b) is a reasonable facsimile of the Market Data.
3. The analytics and automated trading application license fee is for the use of the real-time MX Market Data feed in analysis programs whereby MX Market Data is used in proprietary programs leading to purchase, sale or other trading decisions such as options analysis, arbitrage and program trading which generate quotations or execute transactions in an automatic manner.
4. In order to encourage quoting and trading activity on the FTSE Emerging Markets Index Futures (EMF) contract, the Bourse has decided to introduce a full waiver of transaction fees for all market participants from June 13, 2014 to December 31, 2014, inclusive. Consult circular no. 077-14 for further details.
5. In order to enhance liquidity on the FTSE Emerging Markets Index Futures (EMF) contract, the Bourse has decided to introduce a Competitive Liquidity Incentive Program (CLIP) from June 13, 2014 to June 30, 2015, inclusive. Consult circular no. 077-14 for further details.

**TERMS AND CONDITIONS**

1. Any billing document (invoice, transaction report, etc.) must be verified without delay. The Bourse must be advised in writing of any error or omission within thirty (30) days following the document date.
2. The amount of any invoice becomes due and payable thirty days following date of invoice. Any payment not so forwarded shall be subject to a late payment charge. The late payment charge shall be charged against the amount not so received multiplied by an interest rate of one and a half percent (1.5%) per month, or as otherwise mandated by regulatory or governmental authorities; but in no event shall the applicable interest rate exceed the maximum rate permitted under applicable usury laws.
3. All taxes, whether local, provincial, state or federal, business, property excise tax, or other governmental taxes will be added, if the case arises, to the above-mentioned fees according to the service offered.