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

CIRCULAR 015-14
February 3, 2014

FINAL CONTRACT ADJUSTMENT
National Bank of Canada (NA)
Stock Split

THE FOLLOWING INFORMATION IS PREPARED FOR THE CONVENIENCE OF CANADIAN DERIVATIVES CLEARING CORPORATION (CDCC) MEMBERS AND BOURSE DE MONTRÉAL INC. (THE BOURSE) APPROVED PARTICIPANTS. THIS DOCUMENT IS AN UNOFFICIAL SUMMARY OF CERTAIN TERMS OF THE AFOREMENTIONED ADJUSTMENT. CDCC AND THE BOURSE ACCEPT NO RESPONSIBILITY FOR THE ACCURACY OR COMPLETENESS OF THE SUMMARY. CDCC MEMBERS AND BOURSE APPROVED PARTICIPANTS MUST ENSURE THEY HAVE REVIEWED THE DOCUMENTATION PUBLISHED BY THE ISSUERS INVOLVED IN THIS CORPORATE ACTION.

The Bourse and CDCC wish to inform you that National Bank of Canada (the “National Bank”) announced on December 4, 2013 that its Board of Directors has approved the two-for-one stock split of all its common shares by way of share dividend. The National Bank shareholders of record on February 6, 2014 will receive one additional share on or about February 13, 2014, for every share held. The common shares of the National Bank will begin trading on the Toronto Stock Exchange at the opening of business on February 14, 2014 on a two-for-one split basis.

The ex-distribution date will be deferred through the use of Due Bills to the first trading day following the payable date.

Stock split - Adjustment Details:

- **EFFECTIVE DATE:** **February 14, 2014**
- **RECORD DATE:** **February 6, 2014**
- **PAYABLE DATE:** **On or about February 13, 2014**

CDCC - Adjustment Details:

Pursuant to Terms of Adjustment provided in Section A-902 of the Rules of CDCC, all National Bank options will be adjusted as follows:

- **EFFECTIVE DATE:** February 14, 2014
- **OPTIONS SYMBOL:** No change
- **NUMBER OF CONTRACTS:** Doubled
- **MULTIPLIER:** 100
- **DELIVERABLE PER CONTRACT:** 100 common shares of National Bank (NA)
- **STRIKE PRICES:** An adjustment will be made for all existing series.
- **CUSIP :** No change
- **POSITION AND EXERCISE LIMITS:** Effective February 14, 2014, position and exercise limits will be 500,000 contracts for existing series on that date and 250,000 contracts for new series that will be listed on and after that date.

CDCC will not adjust any outstanding escrow receipts. Members who want to maintain margin relief for all their positions will be required to deposit additional escrow receipts.

Bourse de Montréal Inc. Adjustment Details:

It is important to note that on the effective date mentioned above, all open orders on this option class **will not be automatically modified** to reflect the stock split and will therefore have to **be re-entered** into the Montreal Automated System (SAM) by the approved participants.

At the opening of business on February 14, 2014, the Bourse will adjust the strike prices for the National Bank series as indicated below. Please note that the table below is subject to change due to market fluctuation.

| National Bank of Canada | | |
|--------------------------------|-----------------------------|--------------------------|
| Symbol | Actual Strike Prices | New Strike Prices |
| NA | \$62.00 | \$31.00 |
| NA | \$64.00 | \$32.00 |
| NA | \$66.00 | \$33.00 |
| NA | \$68.00 | \$34.00 |
| NA | \$70.00 | \$35.00 |
| NA | \$72.00 | \$36.00 |
| NA | \$74.00 | \$37.00 |
| NA | \$76.00 | \$38.00 |
| NA | \$78.00 | \$39.00 |
| NA | \$80.00 | \$40.00 |
| NA | \$82.00 | \$41.00 |
| NA | \$84.00 | \$42.00 |
| NA | \$86.00 | \$43.00 |
| NA | \$88.00 | \$44.00 |
| NA | \$90.00 | \$45.00 |

| Symbol | Actual Strike Prices | New Strike Prices |
|---------------|-----------------------------|--------------------------|
| NA | \$92.00 | \$46.00 |
| NA | \$94.00 | \$47.00 |
| NA | \$96.00 | \$48.00 |
| NA | \$98.00 | \$49.00 |
| NA | \$100.00 | \$50.00 |
| NA | \$105.00 | \$52.50 |
| NA | \$110.00 | \$55.00 |

PLEASE ENSURE THAT ALL CLIENTS WHO HAVE EITHER LONG OR SHORT POSITIONS IN THIS OPTION CLASS ARE ADVISED OF THIS NOTICE.

For further information, please contact Louise Leclair, Trading Systems Analyst, Market Operations, Bourse de Montréal Inc. at (514) 871-3526. CDCC clearing members may contact the Member Services Department.

Claude Cyr
Senior Vice-President, Financial Markets,
Financial Markets