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| <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 106-14
August 6, 2014

**AMENDMENTS TO THE TRADING HOURS & STAGES PRODUCT FOR MONEY
MARKET DERIVATIVES LISTED ON BOURSE DE MONTRÉAL INC.**

The objective of this circular is to inform Approved Participants of Bourse de Montréal Inc. (the Bourse) of the amendments being made to the “Product - Trading Hours & Stages” document that was published on July 14, 2014, Circular [101-14](#).

The Rules and Policies Committee of the Bourse has approved amendments to article 6368 of the Rules of the Bourse and to the specifications of interest rates Futures contracts and Options on Futures contracts listed on the Bourse. The purpose of these amendments is to allow for a random variable market opening which would serve as a preventive measure to counter attempts of market manipulation at the opening, while reducing the number of transactions involving no change in beneficial ownership and creating a more reliable indication of market prices. These changes were self certified in accordance with the self-certification process as established in the Derivatives Act (R.S.Q., Chapter I-14.01) and will take effect September 12, 2014.

The Bourse has revised the amendments to the “Products - Trading Hours & Stages” for Money Market Derivatives. More precisely, the modifications, as described in appendix A, ensure that there is a single no-cancellation period for the strategies involving the BAX, ONX, OIS, OBW, OBX, OBY and OBZ. This modification is made necessary by the fact that there are currently strategies that involve both the BAX and the OBX, and it would therefore not be feasible to have non-concurrent no-cancellation periods for strategies involving these two instruments.

The revised version of the aforementioned amendments, as attached, will take effect September 12, 2014.

For additional information, please contact Mr. Alexandru Badea, Market Analyst, Regulatory Division at 514 787-6652 or by email at abadea@m-x.ca.

Brian Z. Gelfand
Vice-President and Chief Regulatory Officer



PRODUCTS – TRADING HOURS & STAGES

All trading hours for products listed on SOLA are determined by the Montréal Exchange (MX). In the case of a modification to these trading hours or stages, MX will issue a circular describing the modification.

Definitions of stages

| | |
|--------------------------|---|
| Pre-opening: | Order entry, cancellation and modification <i>permitted</i> |
| No-cancellation: | Order entry <i>permitted</i> ; cancellation and modification <i>not permitted</i> |
| Opening: | Order entry, cancellation and modification <i>permitted</i> |
| Closing: | Order entry, cancellation and modification <i>not permitted</i> |
| Extended session: | Order entry, cancellation and modification <i>permitted</i> |

Money Market Derivatives

| | | |
|---|--------------------|----------------------------------|
| ONX - OIS - BAX OBW – OBX - OBY OBZ | 5:30 a.m. | Pre-opening |
| | 5:59:15 a.m. | No-cancellation |
| | 6:00 a.m. * | Opening (regular session) |
| | 4:00 p.m. ** | Closing |

| | | |
|--|-------------------------|---|
| STRATEGIES: ONX – OIS - BAX OBW – OBX - OBY OBZ | 5:30 a.m. | Pre-opening |
| | 5:59:15 a.m. | No-cancellation (BAX Strategies) |
| | 6:00:15 a.m. | No-cancellation (OBX – ONX – OIS Strategies) |
| | 6:01 a.m. * | Opening (regular session) |
| | 4:00 p.m. ** | Closing |

* +/- 15 seconds

** During early closing days, money market derivatives close for trading at 1:30 p.m.

Bond Market Derivatives

| | | |
|------------------------------|--------------------|----------------------------------|
| CGZ – CGF - CGB OGB - LGB | 5:30 a.m. | Pre-opening |
| | 5:59:15 a.m. | No-cancellation |
| | 6:00 a.m. * | Opening (regular session) |
| | 4:00 p.m. ** | Closing |

| | | |
|---|--------------------|----------------------------------|
| STRATEGIES: CGZ – CGF - CGB OGB - LGB | 5:30 a.m. | Pre-opening |
| | 5:59:15 a.m. | No-cancellation |
| | 6:01 a.m. * | Opening (regular session) |
| | 4:00 p.m. ** | Closing |

* +/- 15 seconds

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Index Derivatives

Note: A trading range of -5% to +5% (based on previous day's settlement price) for index futures has been established for the early session only.

EMF
SXF
SXM
SCF
SXA
SXB
SXH
SXY

| | |
|------------------|----------------------------------|
| 5:30 a.m. | Pre-opening |
| 5:58 a.m. | No-cancellation |
| 6:00 a.m. | Opening (early session) |
| 9:15 a.m. | Pre-opening |
| 9:28 a.m. | No-cancellation |
| 9:30 a.m. | Opening (regular session) |
| 4:15 p.m. | Closing |

STRATEGIES:

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SXF
SXM
SCF
SXA
SXB
SXH
SXY

| | |
|------------------|----------------------------------|
| 5:30 a.m. | Pre-opening |
| 5:59 a.m. | No-cancellation |
| 6:01 a.m. | Opening (early session) |
| 9:15 a.m. | Pre-opening |
| 9:29 a.m. | No-cancellation |
| 9:31 a.m. | Opening (regular session) |
| 4:15 p.m. | Closing |

SXO

| | |
|------------------|----------------|
| 5:30 a.m. | Pre-opening |
| 9:31 a.m. | Opening |
| 4:15 p.m. | Closing |

Equity Derivatives

EQUITY
AND ETF
OPTIONS

| | |
|-------------------|----------------|
| 5:30 a.m. | Pre-opening |
| 9:30 a.m.* | Opening |
| 4:00 p.m. | Closing |

* The regular session of the equity option market opens at 9:30 a.m. Each option class then opens for trading when a trade occurs on its underlying security on a recognised Canadian exchange. If no such trade has yet occurred, the option class then opens for trading at 9:35 a.m.

Currency Options

USX

| | |
|------------------|----------------|
| 5:30 a.m. | Pre-opening |
| 9:30 a.m. | Opening |
| 4:00 p.m. | Closing |



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* +/- 15 seconds

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Bond Market Derivatives

| | | |
|--------------------------------------|--------------------|----------------------------------|
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| 9:30 a.m. | Opening (regular session) |
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