

# Application Form for the MX Liquidity Provider Rebate Program

We, \_\_\_\_\_ (the “Approved Participant/Foreign Approved Participant of the Montréal Exchange”), agree to sponsor \_\_\_\_\_ (the “Client”) for the MX Liquidity Provider Rebate Program (the “Program”). We certify that the Client conforms to the Requirements of Eligibility set out by Montréal Exchange Inc. (“MX”) in Schedule A, and we agree to the Terms of the Program set out in Schedule B.

## ■ Schedule A: Requirements of Eligibility

The Client falls under one of the following categories (check appropriate category):

- Proprietary Trading Firm:** An organization whose owners, employees and/or contractors trade solely in the name of accounts owned by the firm and exclusively use the funds of the firm for all of their trading activity. Such a firm must not be engaged in any agency trading for client accounts or client asset management.
- Arcade Trading Firm:** An organization that provides traders with trading infrastructure in exchange for a share of the generated profits. Owners, employees and/or contractors trade solely in the name of accounts owned by the trading arcade. The funds traded may only be those of the firm or a combination of the firm’s and trader’s funds.
- Frequent Trader:** An individual or a firm wholly owned by an individual trading in the name of accounts owned by the individual or firm. The trader’s prime occupation is trading. The trader is solely responsible for all profits and losses generated in the accounts of the Frequent Trader.

## ■ Schedule B: Terms of the Program

1. The Approved Participant/Foreign Approved Participant of the Montréal Exchange (“AP/FAP”) will receive a credit on a quarterly basis representing the Client rebates, should the Client meet the volume thresholds, required in Appendix 1. However, MX reserves the right to withhold those credits if the AP/FAP has an overdue account with MX.
2. The AP/FAP will receive monthly credits on any Client reduced execution and clearing fees provided for in this Program (prior to rebates mentioned in section 1 above), as well as any credit on execution fees available to New Traders as mentioned in section 9 below. However MX reserves the right to withhold those credits if the AP/FAP has an overdue account with MX.
3. The AP/FAP may authorize MX to provide credits directly to the Client for rebates and reduced fees, as mentioned in section 1 and 2.

4. The AP/FAP, directly or through its clearing member (responsible for the allocation process), will set up a sub-account on the Client's allocations that can be recognized by MX and will also set up a Multi-Purpose sub-account (i.e. client netted account) at the Canadian Derivatives Clearing Corporation ("CDCC").
5. Only monthly volumes identified in the sub-accounts will be entitled for credits related to the rebates and reduced fees, if any.
6. The Client may apply for an exemption from the requirement set forth in section 4 above should the Client be placing orders on MX with a broker by telephone. Should an exemption be granted, the Client or the AP/FAP must provide total volume traded per MX product within ten (10) business days of the last trading day of the month. Failure to provide such timely information may result in the Client's withdrawal from the Program.
7. MX reserves the right to audit Client statements at any time in order to verify the accuracy of reported Client trading volumes. Failure to provide accurate Client statements detailing trading activity on MX products may result in the Client's withdrawal from the Program.
8. MX reserves the right to modify and/or cancel the Program within thirty (30) days' notice.
9. Fees, rebates and volume thresholds are detailed in Appendix 1 of this Application Form. In case of conflicting information between Appendix 1 and the rebate table available on the MX web site, the latter has precedence over the former.
10. Clients who have not been previously enrolled in the Program may be eligible for a six (6) month execution fee credit on all MX products under the MX New Trader Program. Refer to the MX New Trader Program Application Form for further information.

## Client\*

Name: \_\_\_\_\_ Title: \_\_\_\_\_  
 Date: \_\_\_\_\_ Signature: \_\_\_\_\_  
 E-mail: \_\_\_\_\_ Telephone: \_\_\_\_\_

### Client Information\*

Street Address: \_\_\_\_\_ City: \_\_\_\_\_  
 Province/State: \_\_\_\_\_ Country: \_\_\_\_\_ Postal/ZIP Code: \_\_\_\_\_  
 Name of CDCC Clearing Member: \_\_\_\_\_  
 Multi-Purpose Sub-Account Number: \_\_\_\_\_

### Approved Participant/Foreign Approved Participant\*

Name of Authorized Person: \_\_\_\_\_ Title: \_\_\_\_\_  
 Date: \_\_\_\_\_ Signature: \_\_\_\_\_

### Montréal Exchange Inc.

Name of Authorized Person: \_\_\_\_\_ Title: \_\_\_\_\_  
 Date: \_\_\_\_\_ Signature: \_\_\_\_\_

\* All fields are mandatory and must be completed