

## Liquidity Provider Rebate Program Application Form

We, \_\_\_\_\_ (the Approved Participant/Foreign Approved Participant of the Montréal Exchange), agree to sponsor \_\_\_\_\_ (the client) for the Liquidity Provider Rebate Program. We certify that the client conforms to the requirements of eligibility set out by the Montréal Exchange 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 traders' 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 authorizes the Montréal Exchange to issue rebates directly to the client on a quarterly basis should the client meet the required volume thresholds.
2. The Approved Participant/Foreign Approved Participant agrees to pass on any immediate savings, off of the regular client trading fees and clearing fees (before rebates), embedded in the Program, to the client.

3. The client will be set up with a sub-account that can be recognized by the MX operations, and the client will also be set up with a netted "X" account at the Canadian Derivatives Clearing Corporation.
4. The client may apply for an exemption from the sub-account requirement should the client be placing orders on MX by phoning a broker. Should an exemption be granted, the client or the Approved Participant/Foreign Approved Participant must provide total volume traded per product on MX 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 removal from the Program.
5. 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 may result in the client's removal from the Program.
6. MX reserves the right to modify and/or cancel the Program within thirty (30) days' notice.
7. Fee discounts, rebates and volume thresholds are detailed in Appendix 1 of the Application Form for the Liquidity Provider Rebate Program.
8. Clients who have not been previously enrolled in the Liquidity Provider Rebate Program may be eligible for a six (6) month execution fee waiver on all MX products under the MX New Trader Program. Please see the MX New Trader Application Form for further information.

## Client

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

### Client Information

Street Address: \_\_\_\_\_ City: \_\_\_\_\_  
Province/State: \_\_\_\_\_ Country: \_\_\_\_\_ Postal/ZIP Code: \_\_\_\_\_  
Clearing Member: \_\_\_\_\_ Account Number: \_\_\_\_\_

### Approved Participant/Foreign Approved Participant

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

### Montréal Exchange

Name of Authorized Person: \_\_\_\_\_ Title: \_\_\_\_\_  
Date: \_\_\_\_\_ Signature: \_\_\_\_\_  
CDCC Pro-Trader Sub-Account: \_\_\_\_\_

