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<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 026-14**  
**February 24, 2014**

**FINAL CONTRACT ADJUSTMENT**  
**Home Capital Group Inc. (HCG)**  
**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 Home Capital Group Inc. (the “Company”) announced on February 12, 2014 that its Board of Directors has approved the two-for-one stock split of all its common shares by way of share dividend. The Company shareholders of record on Friday February 28, 2014 will receive one additional share on March 10, 2014, for every share held. The common shares of the Company will begin trading on a two-for-one split basis on the Toronto Stock Exchange at the opening of business on March 11, 2014.

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:**                    **March 11, 2014**
- **RECORD DATE:**                    **February 28, 2014**
- **PAYABLE DATE:**                    **March 10, 2014**

**CDCC - Adjustment Details:**

Pursuant to Terms of Adjustment provided in Section A-902 of the Rules of CDCC, all Home Capital Group Inc. options will be adjusted as follows:

- **EFFECTIVE DATE:**                    **March 11, 2014**
- **OPTIONS SYMBOL:**                **No change**
- **NUMBER OF CONTRACTS:**    **Doubled**

- **MULTIPLIER:** 100
- **DELIVERABLE PER CONTRACT:** 100 common shares of Home Capital Group Inc. (HCG)
- **STRIKE PRICES:** An adjustment will be made for all existing series.
- **CUSIP :** No change
- **POSITION AND EXERCISE LIMITS:** Effective March 11, 2014, position and exercise limits will be 100,000 contracts for existing series on that date and 75,000 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 March 11, 2014, the Bourse will adjust the strike prices for Home Capital Group Inc. series as indicated below. Please note that the table below is subject to change due to market fluctuation.

<b>Home Capital Group Inc.</b>		
<b>Symbol</b>	<b>Actual Strike Prices</b>	<b>New Strike Prices</b>
HCG	\$58.00	\$29.00
HCG	\$60.00	\$30.00
HCG	\$62.00	\$31.00
HCG	\$64.00	\$32.00
HCG	\$66.00	\$33.00
HCG	\$68.00	\$34.00
HCG	\$70.00	\$35.00
HCG	\$72.00	\$36.00
HCG	\$74.00	\$37.00
HCG	\$76.00	\$38.00
HCG	\$78.00	\$39.00
HCG	\$80.00	\$40.00
HCG	\$82.00	\$41.00
HCG	\$84.00	\$42.00
HCG	\$86.00	\$43.00
HCG	\$88.00	\$44.00
HCG	\$90.00	\$45.00
HCG	\$92.00	\$46.00

**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