CIRCULAR 033-26
March 19, 2026

SELF-CERTIFICATION

PROPOSED AMENDMENTS TO THE RULES OF BOURSE DE MONTREAL INC. TO INTRODUCE FTSE CANADA BANK CREDIT INDEX FUTURES CONTRACTS

On November 13, 2025, the President and Chief Executive Officer of Bourse de Montréal Inc. (the "**Bourse"**) approved amendments to the Rules of the Bourse in order to list FTSE Canada Bank Credit Index Futures.

These amendments were self-certified in accordance with the self-certification process as established in the *Derivatives Act* (CQLR, Chapter I-14.01).

These amendments attached herewith will become effective on **April 7, 2026**, after market close. Please note that the revised articles will also be available on the Bourse's website (www.m-x.ca).

For additional information, please contact Dima Ghozaiel, Legal Counsel, by email at dima.ghozaiel@tmx.com.

Dima Ghozaiel
Legal Counsel
Bourse de Montréal Inc.

BLACKLINE VERSION

[...]

PART 6 - TRADING RULES

[...]

Chapter B — Trading

[...]

Article 6.116 Input of Orders and Use of the Basis Trade on Close Functionality

(c) The Bourse may, from time to time, allow Approved Participants to enter orders using the Basis Trade on Close ("BTC") functionality. A BTC is a Trade effected on the Bourse on a Futures Contract designated by the Bourse that is priced in reference to the closing price of the applicable Underlying Interest, adjusted by a valid price increment (the "basis"). A BTC may result in a final Futures Contract price to be outside of applicable price limits. The final Futures Contract price will be calculated as follows: Underlying Interest closing price + basis (the basis could be either positive or negative). The Underlying Interest closing price will be the last price published by either the Toronto Stock Exchange ("TSX") or the relevant contract's Underlying Index data provider, at the calculation time on a given day. If no price is available, the Underlying Interest closing price published by either the TSX or the relevant contract's Underlying Index data provider, on the previous day will be used. Should the Underlying Interest closing price be modified after the calculation time, but before 5:00pm, the final Futures Contract price will be automatically adjusted by the Electronic Trading System on the same trading day. Should the Underlying Interest closing price change after 5:00pm, the final Futures Contract price will be adjusted the following trading day. The calculation time may differ from one Futures Contract to another. In the event of a disruption in the primary market for a given Underlying Interest, a trading halt will be invoked on the BTC by a Market Supervisor. The Bourse will publish by circular the trading schedule, calculation time and minimum price fluctuation for each futures contract for which the BTC is offered. The BTC trading schedule may be different from the related Futures Contract trading schedule. However, the last day of Trading of the BTC shall be the same as the last trading day of the related Futures Contract.

Chapter C — Prearranged Transactions and Trade Cancellation

[...]

Article 6.205 Prearranged Transactions

[...]

(b) The parties to a Transaction may engage in communications to prearrange a Transaction on the Electronic Trading System in an eligible derivative in the minimum amount specified where one party wishes to be assured that there will be a counterparty willing to take the opposite side of the Transaction, in accordance with the following conditions:

(i) A customer consents to the Approved Participant engaging in prearranging communications on the customer's behalf. The consent of the client, in whatever form, must be communicated to the Bourse upon request;

(ii) After the first order for the prearranged Transaction is entered into the Electronic Trading System the parties may not enter the second order for the prearranged Transaction until the following specified time period has elapsed as follows:

ELIGIBLE DERIVATIVES	**PRESCRIBED TIME PERIOD**	**MINIMUM VOLUME THRESHOLD**
[...]		
Futures Contracts on the FTSE Canada Bank Credit Spread Index:		
All expiry months and related strategies	0 seconds	≥ 100 contracts
All expiry months and related strategies	5 seconds	< 100 contracts

[...]

(c) Committed Orders. Committed orders may not be used to execute any Transaction under this Article or Article 6.202 having a prescribed time delay longer than zero seconds, and may be used for such Transactions only for the following products subject to the minimum volume threshold:

ELIGIBLE DERIVATIVES FOR COMMITTED ORDERS	MINIMUM VOLUME THRESHOLD
All expiry months and strategies	
Futures Contracts on S&P/TSX, S&P/MX and FTSE Canada Bank Credit Spread Index	100 contracts
[...]	
Basis Trade on Close	
[...]	
Futures Contracts on FTSE Canada Bank Credit Spread Index	100 contracts

[...]

Article 6.206 Block Trades

(a) In general. Approved Participants may negotiate and execute a Transaction off of the Electronic Trading System pursuant to the following conditions:

(i) A block trade Transaction may be arranged and executed only during trading hours on the Bourse for the eligible derivative.

(ii) Block trades are only permitted in the Derivative Instruments and for a quantity which meets or exceeds the minimum volume thresholds as follows (only to the extent the eligible security or derivative instrument is available for trading):

Eligible Derivatives instruments	**Prescribed time delay (from 6AM until the end of the Trading Day)**	**Block - Minimum volume threshold (from 6AM until the end of the Trading Day)**	**Prescribed time delay (from 8PM (t-1) until 5h59m59s)**	**Block - Minimum volume threshold (from 8PM (t-1) until 5h59m59s)**
	(As soon as practicable and in any event within the following time delay)		**(As soon as practicable and in any event within the following time delay)**	
[...]				
FTSE Canada Bank Credit Index Futures	1 hour (in any case, up to 5:00 p.m.) Up to 5:00 p.m. ET	100 contracts 400 contracts	1 hour Up to 5:00 p.m. ET	50 contracts 200 contracts

[...]

(b) **Block Trades Priced at a Basis to Index Close.** Approved Participants may mutually agree to price a block Trade at a positive or negative increment ("basis") to the price at which the Index underlying an eligible contract will close ("BIC"), for any Trading Day except the last Trading Day of an expiring contract month, subject to the conditions in paragraph (a) of this Article and the following additional condition:

(i) The Approved Participants shall report the basis along with other Trade details in accordance with the requirements of paragraph (a) (ix) of this Article, and shall submit to the Bourse's Market Operations Department a second Block Trade Reporting Form which includes the agreed-upon basis, the closing level of the Underlying Index and the price of the block trade to the nearest 0.01 Index point increment within the time required as follows:

Eligible Derivatives	Minimum volume threshold	Prescribed time by which to file block reporting form	Prescribed time by which to file second block trade reporting form
[...]			
FTSE Canada Bank Credit Index Futures	100 contracts	Within 1 hour	4:00 p.m. ET on the same trading day

Article 6.208 Exchange of Futures for Related Products

[...]

(b) EFPs. EFP Transactions on the following Futures Contracts and the related physical or cash instrument are recognized by the Bourse:

Types of Futures Contracts	Acceptable physical or cash instrument
Interest Rate Futures Contracts (including Futures Contracts on the FTSE Canada Bank Credit Spread Index)	Fixed income instruments with a correlation coefficient (R) of 0.70 or more, calculated using any generally accepted methodology, maturities and risk characteristics that parallel the underlying instrument of the Futures Contracts or the Futures Contract itself where the use of the Underlying Interest is not practical due to a lack of available market data, including but not limited to: • Money market instruments including asset backed commercial paper, • Government of Canada and Federal Crown Corporation fixed income instruments • Provincials fixed income instruments, • Investment grade corporates including Maple Bonds and mortgage instruments including collateralized mortgage

	obligations (CMOs), ~~or~~ ● Fixed income instruments denominated in the currency of a G7 member country, or ● Exchange-traded funds that mirror the underlying of the Futures Contract
[...]	

(c) EFRs. EFR Transactions on the following Futures Contracts and the related OTC Derivative Instrument are recognized by the Bourse:

Types of Futures Contracts	Acceptable Over-the-Counter Derivative Instrument
Bonds Futures Contracts (including Futures Contracts on the FTSE Canada Bank Credit Spread Index)	i) Interest Rate Swaps with the following characteristics: · Plain vanilla; · Written under the terms of an ISDA® Master Agreement, · Regular fixed against floating rate payments, · Denominated in currency of G7 country, and · Correlation R= 0.70 or greater, calculated using any generally accepted methodology. Or ii) Any individual or combination of OTC Bond, interest rate swap or FRA options (e.g. caps, floors, collars). *Or* *(iii) Index Swaps with the following characteristics:* ● *Total return swap,* ● *Written under the terms of an ISDA® Master Agreement,*

	● *Regular fixed against floating rate payments against the positive or negative performance of a stock, exchange-traded fund (ETF), basket of Securities or a stock Index* ● *Denominated in currency of G7 country, and* ● *Correlation R= 0.70 or greater, calculated using a generally accepted methodology*
[...]	

[...]

Article 6.210 Trade Cancellation and or Price Adjustment

[...]

(h) No-Review Range. The Bourse will determine the limits of the No-Review Range by determining what was the acceptable market price for the Derivative Instrument before the Trade under review occurred based upon all relevant information, including the last Trade price, a better bid or offer, a more recent price for a related Derivative Instrument (for example a different expiry month) and the prices of similar Derivative Instruments trading on other markets once the acceptable market price is established, the Bourse applies the following increments to determine the limits of the No-Review Range;

DERIVATIVE INSTRUMENT	INCREMENT
[...]	
Futures Contracts on the FTSE Canada Bank Credit Spread Index - Regular strategy orders and Basis Trade on Close	0.10% of the acceptable market price of these Futures Contracts 0.02% of the acceptable market price of the Futures Contracts (outright instruments) On Futures Contracts, no adjustment will be made if the trade price is within one full index point of the acceptable market price or if the underlying index is subject to a trading halt

[...]

Chapter E — Expiration and Settlement

[...]

Appendix 6E - Daily and month-end Settlement Price Procedures for Futures Contracts and Options on Futures Contracts

Appendix 6E -4.11 - FUTURES CONTRACTS ON THE FTSE CANADA BANK CREDIT SPREAD INDEX

(a) Main Procedure. The Settlement Price shall be the weighted average of all Trades during the closing range, based on a minimum traded quantity of 5 contracts. The closing range is defined as the last minute of trading prior to (and including) 3:00 p.m., or prior to (and including) 1:00 p.m. on early closing days, for all contract months.

(i) Booked orders. If there is an unfilled order with a higher bid or lower offer in an outright month, this bid or offer will override the Settlement Price obtained from the weighted average. This order must have been posted for 20 seconds or longer prior to (and including) 3:00 p.m., or prior to (and including) 1:00 p.m. on early closing days, and its size must be for 5 contracts or more.

(ii) Last Trades. If there are no Trades in the last minute of trading, then the last Trade will be taken into account while still respecting posted bids and offers in the market.

(b) First Ancillary Procedure. When two contract months and the spread are trading (quarterly calendar roll), the following ancillary procedure will apply.

(i) The front month must be settled first (the establishment of the front month is based on the month with the greatest Open Interest).

(ii) The spread between the two contract months must be settled next by taking into account the last minute average trading price prior to (and including) 3:00 p.m., or prior to (and including) 1:00 p.m. on early closing days, and by examining the Trades executed during the previous 10 minutes.

(iii) The Settlement Price for the back month or far month is obtained by the difference between the front month Settlement Price and the value of the spread.

(c) Second Ancillary Procedure. In the absence of the items required to apply the main procedure in paragraph (a) and the ancillary procedure in paragraph (b), the following ancillary procedure will apply.

(i) Market Supervisors will post a Settlement Price that will reflect the same differential that was applied on the previous business day. The Settlement Price will be adjusted accordingly to respect that contract's previous Settlement Price.

(d) Third Ancillary Procedure. In the absence of the items required to apply the main procedure in paragraph (a) and the ancillary procedures in paragraph (b) and (c), the following ancillary procedure will apply.

(i) In this situation, Market Supervisors will establish the Settlement Price based on available market information. They may also disregard any event (Trade, bid or offer) which occurs close to 3:00 p.m., or close to 1:00 p.m. on early closing days, and which is not compatible with a given Settlement Price. In this situation, Market Supervisors will keep a record of the criteria used to establish the Settlement Price.

[...]

Chapter D — Listed Products

Article 6.309B Position Limits for Futures Contracts

[...]

(a) Cash Settled Interest Rate Futures

(i) For One-Month CORRA Futures and Three-Month CORRA Futures, ~~T~~there are no position limits ~~on Cash Settled Interest Rate Futures~~.

(ii) For FTSE Canada Bank Credit Index Futures, the maximum net Long Position or net Short Position in all Settlement Months combined in FTSE Canada Bank Credit Index Futures Contracts which a Person may own or control is 30,000 contracts.

[...]

Chapter F — Reports

Article 6.500 Reports of Accumulated Positions

(i) The reporting thresholds established by the Bourse are as follows:

[...]

(ii) For Futures Contracts and the Related Options on Futures Contracts:

[...]

(15) 250 contracts, in the case of Futures Contracts on the FTSE Canada Bank Credit Spread Index;

PART 10 - LIABILITY, DISCLAIMERS AND WAIVERS

[...]

Chapter B — Third Party Liability

[...]

Article 10.104 FTSE

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Part 12 - PRODUCT SPECIFICATIONS FOR FUTURES

[...]

Chapter AE — FTSE Canada Bank Credit Index Futures

Article 12.3000 Underlying Interest

The Underlying Interest is the FTSE Canada Bank Credit Spread Index. Each contract expiry month is associated with a specific Index series.

Article 12.3001 Expiry Cycle

Unless otherwise determined by the Bourse, the expiry months for FTSE Canada Bank Credit Index Futures are March, June, September and December.

Article 12. 3002 Trading Unit

Unless otherwise determined by the Bourse, the trading unit is the FTSE Canada Bank Credit Spread Index, such that each basis point per annum of interest = $50 per contract. The contract size is CAN$5,000 x the Contract Index.

Article 12.3003 Currency

Trading, clearing and settlement of FTSE Canada Bank Credit Index Futures are in Canadian dollars.

Article 12.3004 Price Quotation

Unless otherwise determined by the Bourse, bids and offers for FTSE Canada Bank Credit Index Futures are quoted in terms of a Contract Index equal to 100 points minus the Underlying Index (expressed in %). For example, a FTSE Canada Bank Credit Spread Index value of 87.50 shall correspond to a credit spread of 0.8750% and a contract price of 99.125.

Article 12.3005 Minimum Price Fluctuation

Unless otherwise determined by the Bourse, the minimum price fluctuation is:

(a) For outright positions, 0.005 Contract Index points, representing $25 per contract

(b) For calendar spreads, 0.001 Contract Index points, representing $5 per contract

Article 12.3006 Maximum Price Variation Thresholds

There shall be no maximum price variation thresholds for FTSE Canada Bank Credit Index Futures.

Article 12.3007 Position Limits

The position limit for Futures Contracts on the FTSE Canada Bank Credit Spread Index, if any, is set pursuant to Article 6.309B.

Article 12.3008 Position Reporting Threshold

The position reporting threshold is set pursuant Article 6.500.

Article 12.3009 Settlement Type

Settlement of the Index Futures Contracts shall be by cash settlement through the Clearing Corporation. The settlement procedures are stipulated in Article 12.1411 to Article 12.1413 of the Rules.

Article 12.3010 Last Trading Day

Trading ceases at 4:00 p.m on the business day preceding the Third Wednesday of the contract expiry month.

Article 12.3011 Final Settlement Day

Unless otherwise determined by the Bourse, the final settlement date of a given Settlement Month shall be the first business day following the last Trading Day

Article 12.3012 Final Settlement Price

(a) All Open Positions at the close of the Last Trading Day will be marked to market based on the daily Settlement Price. A Final Settlement Price will be determined on the Final Settlement Date and outstanding position will be terminated by cash settlement.

(b) The Final Settlement Price shall be 100 minus the official closing level of the FTSE Canada Bank Credit Spread Index series associated with the contract Settlement Month on the Last Trading Day (expressed in %). Such Final Settlement Price shall be rounded to the nearest 1/100th of one basis point (0.0001). In case a decimal fraction ends with 0.00005 or higher, the Final Settlement Price shall be rounded up. For example, a FTSE Canada Bank Credit Spread Index series value of 92.4542184 would determine a Final Settlement Price of 99.075457826, rounded up to 99.0755. If the official closing level of the FTSE Canada Bank Credit Spread Index series associated with the contract Settlement Month is not published that day, the Final Settlement Price shall be determined using the first preceding Trading Day for which a closing level is published.

Article 12.3013 Default

Any failure on the part of an Approved Participant to comply with the aforementioned cash settlement rules may result in the imposition of such disciplinary sanctions as may be deemed appropriate in the circumstances by the Bourse.

Article 12.3014 Trading Hours

Trading hours will be determined and published by the Bourse.

CLEAN VERSION

[...]

PART 6 - TRADING RULES

[...]

Chapter B — Trading

[...]

Article 6.116 Input of Orders and Use of the Basis Trade on Close Functionality

(c) The Bourse may, from time to time, allow Approved Participants to enter orders using the Basis Trade on Close ("BTC") functionality. A BTC is a Trade effected on the Bourse on a Futures Contract designated by the Bourse that is priced in reference to the closing price of the applicable Underlying Interest, adjusted by a valid price increment (the "basis"). A BTC may result in a final Futures Contract price to be outside of applicable price limits. The final Futures Contract price will be calculated as follows: Underlying Interest closing price + basis (the basis could be either positive or negative). The Underlying Interest closing price will be the last price published by either the Toronto Stock Exchange ("TSX") or the relevant contract's Underlying Index data provider, at the calculation time on a given day. If no price is available, the Underlying Interest closing price published by either the TSX or the relevant contract's Underlying Index data provider, on the previous day will be used. Should the Underlying Interest closing price be modified after the calculation time, but before 5:00pm, the final Futures Contract price will be automatically adjusted by the Electronic Trading System on the same trading day. Should the Underlying Interest closing price change after 5:00pm, the final Futures Contract price will be adjusted the following trading day. The calculation time may differ from one Futures Contract to another. In the event of a disruption in the primary market for a given Underlying Interest, a trading halt will be invoked on the BTC by a Market Supervisor. The Bourse will publish by circular the trading schedule, calculation time and minimum price fluctuation for each futures contract for which the BTC is offered. The BTC trading schedule may be different from the related Futures Contract trading schedule. However, the last day of Trading of the BTC shall be the same as the last trading day of the related Futures Contract.

Chapter C — Prearranged Transactions and Trade Cancellation

[...]

Article 6.205 Prearranged Transactions

[...]

(b) The parties to a Transaction may engage in communications to prearrange a Transaction on the Electronic Trading System in an eligible derivative in the minimum amount specified where one party wishes to be assured that there will be a counterparty willing to take the opposite side of the Transaction, in accordance with the following conditions:

(i) A customer consents to the Approved Participant engaging in prearranging communications on the customer's behalf. The consent of the client, in whatever form, must be communicated to the Bourse upon request;

(ii) After the first order for the prearranged Transaction is entered into the Electronic Trading System the parties may not enter the second order for the prearranged Transaction until the following specified time period has elapsed as follows:

ELIGIBLE DERIVATIVES	**PRESCRIBED TIME PERIOD**	**MINIMUM VOLUME THRESHOLD**
[...]		
Futures Contracts on the FTSE Canada Bank Credit Spread Index:		
All expiry months and related strategies	0 seconds	≥ 100 contracts
All expiry months and related strategies	5 seconds	< 100 contracts

[...]

(c) Committed Orders. Committed orders may not be used to execute any Transaction under this Article or Article 6.202 having a prescribed time delay longer than zero seconds, and may be used for such Transactions only for the following products subject to the minimum volume threshold:

ELIGIBLE DERIVATIVES FOR COMMITTED ORDERS	MINIMUM VOLUME THRESHOLD
All expiry months and strategies	
Futures Contracts on S&P/TSX, S&P/MX and FTSE Canada Bank Credit Spread Index	100 contracts
[...]	
Basis Trade on Close	
[...]	
Futures Contracts on FTSE Canada Bank Credit Spread Index	100 contracts

[...]

Article 6.206 Block Trades

(a) In general. Approved Participants may negotiate and execute a Transaction off of the Electronic Trading System pursuant to the following conditions:

(i) A block trade Transaction may be arranged and executed only during trading hours on the Bourse for the eligible derivative.

(ii) Block trades are only permitted in the Derivative Instruments and for a quantity which meets or exceeds the minimum volume thresholds as follows (only to the extent the eligible security or derivative instrument is available for trading):

Eligible Derivatives instruments	**Prescribed time delay (from 6AM until the end of the Trading Day)**	**Block - Minimum volume threshold (from 6AM until the end of the Trading Day)**	**Prescribed time delay (from 8PM (t-1) until 5h59m59s)**	**Block - Minimum volume threshold (from 8PM (t-1) until 5h59m59s)**
	(As soon as practicable and in any event within the following time delay)		**(As soon as practicable and in any event within the following time delay)**	
[...]				
FTSE Canada Bank Credit Index Futures	1 hour (in any case, up to 5:00 p.m.) Up to 5:00 p.m. ET	100 contracts 400 contracts	1 hour Up to 5:00 p.m. ET	50 contracts 200 contracts

[...]

(b) **Block Trades Priced at a Basis to Index Close.** Approved Participants may mutually agree to price a block Trade at a positive or negative increment ("basis") to the price at which the Index underlying an eligible contract will close ("BIC"), for any Trading Day except the last Trading Day of an expiring contract month, subject to the conditions in paragraph (a) of this Article and the following additional condition:

(i) The Approved Participants shall report the basis along with other Trade details in accordance with the requirements of paragraph (a) (ix) of this Article, and shall submit to the Bourse's Market Operations Department a second Block Trade Reporting Form which includes the agreed-upon basis, the closing level of the Underlying Index and the price of the block trade to the nearest 0.01 Index point increment within the time required as follows:

Eligible Derivatives	**Minimum volume threshold**	**Prescribed time by which to file block reporting form**	**Prescribed time by which to file second block trade reporting form**
[...]			
FTSE Canada Bank Credit Index Futures	100 contracts	Within 1 hour	4:00 p.m. ET on the same trading day

Article 6.208 Exchange of Futures for Related Products

[...]
(b) EFPs. EFP Transactions on the following Futures Contracts and the related physical or cash instrument are recognized by the Bourse:

Types of Futures Contracts	Acceptable physical or cash instrument
Interest Rate Futures Contracts (including Futures Contracts on the FTSE Canada Bank Credit Spread Index)	Fixed income instruments with a correlation coefficient (R) of 0.70 or more, calculated using any generally accepted methodology, maturities and risk characteristics that parallel the underlying instrument of the Futures Contracts or the Futures Contract itself where the use of the Underlying Interest is not practical due to a lack of available market data, including but not limited to: ● Money market instruments including asset backed commercial paper, ● Government of Canada and Federal Crown Corporation fixed income instruments ● Provincials fixed income instruments, ● Investment grade corporates including Maple Bonds and mortgage instruments including collateralized mortgage

	obligations (CMOs), ● Fixed income instruments denominated in the currency of a G7 member country, or ● Exchange-traded funds that mirror the underlying of the Futures Contract
[...]	

(c) EFRs. EFR Transactions on the following Futures Contracts and the related OTC Derivative Instrument are recognized by the Bourse:

Types of Futures Contracts	Acceptable Over-the-Counter Derivative Instrument
Bonds Futures Contracts (including Futures Contracts on the FTSE Canada Bank Credit Spread Index)	i) Interest Rate Swaps with the following characteristics: · Plain vanilla; · Written under the terms of an ISDA® Master Agreement, · Regular fixed against floating rate payments, · Denominated in currency of G7 country, and · Correlation R= 0.70 or greater, calculated using any generally accepted methodology. Or ii) Any individual or combination of OTC Bond, interest rate swap or FRA options (e.g. caps, floors, collars). *Or* *(iii) Index Swaps with the following characteristics:* ● *Total return swap,* ● *Written under the terms of an ISDA® Master Agreement,* ● *Regular fixed against floating*

	rate payments against the positive or negative performance of a stock, exchange-traded fund (ETF), basket of Securities or a stock Index ● *Denominated in currency of G7 country, and* ● *Correlation R= 0.70 or greater, calculated using a generally accepted methodology*
[...]	

[...]

Article 6.210 Trade Cancellation and or Price Adjustment

[...]

(h) No-Review Range. The Bourse will determine the limits of the No-Review Range by determining what was the acceptable market price for the Derivative Instrument before the Trade under review occurred based upon all relevant information, including the last Trade price, a better bid or offer, a more recent price for a related Derivative Instrument (for example a different expiry month) and the prices of similar Derivative Instruments trading on other markets once the acceptable market price is established, the Bourse applies the following increments to determine the limits of the No-Review Range;

DERIVATIVE INSTRUMENT	**INCREMENT**
[...]	
Futures Contracts on the FTSE Canada Bank Credit Spread Index - Regular strategy orders and Basis Trade on Close	0.10% of the acceptable market price of these Futures Contracts 0.02% of the acceptable market price of the Futures Contracts (outright instruments) On Futures Contracts, no adjustment will be made if the trade price is within one full index point of the acceptable market price or if the underlying index is subject to a trading halt

[...]

Chapter E — Expiration and Settlement

[...]

Appendix 6E - Daily and month-end Settlement Price Procedures for Futures Contracts and Options on Futures Contracts

Appendix 6E -4.11 - FUTURES CONTRACTS ON THE FTSE CANADA BANK CREDIT SPREAD INDEX

(a) Main Procedure. The Settlement Price shall be the weighted average of all Trades during the closing range, based on a minimum traded quantity of 5 contracts. The closing range is defined as the last minute of trading prior to (and including) 3:00 p.m., or prior to (and including) 1:00 p.m. on early closing days, for all contract months.

(i) Booked orders. If there is an unfilled order with a higher bid or lower offer in an outright month, this bid or offer will override the Settlement Price obtained from the weighted average. This order must have been posted for 20 seconds or longer prior to (and including) 3:00 p.m., or prior to (and including) 1:00 p.m. on early closing days, and its size must be for 5 contracts or more.

(ii) Last Trades. If there are no Trades in the last minute of trading, then the last Trade will be taken into account while still respecting posted bids and offers in the market.

(b) First Ancillary Procedure. When two contract months and the spread are trading (quarterly calendar roll), the following ancillary procedure will apply.

(i) The front month must be settled first (the establishment of the front month is based on the month with the greatest Open Interest).

(ii) The spread between the two contract months must be settled next by taking into account the last minute average trading price prior to (and including) 3:00 p.m., or prior to (and including) 1:00 p.m. on early closing days, and by examining the Trades executed during the previous 10 minutes.

(iii) The Settlement Price for the back month or far month is obtained by the difference between the front month Settlement Price and the value of the spread.

(c) Second Ancillary Procedure. In the absence of the items required to apply the main procedure in paragraph (a) and the ancillary procedure in paragraph (b), the following ancillary procedure will apply.

(i) Market Supervisors will post a Settlement Price that will reflect the same differential that was applied on the previous business day. The Settlement Price will be adjusted accordingly to respect that contract's previous Settlement Price.

(d) Third Ancillary Procedure. In the absence of the items required to apply the main procedure in paragraph (a) and the ancillary procedures in paragraph (b) and (c), the following ancillary procedure will apply.

(i) In this situation, Market Supervisors will establish the Settlement Price based on available market information. They may also disregard any event (Trade, bid or offer) which occurs close to 3:00 p.m., or close to 1:00 p.m. on early closing days, and which is not compatible with a given Settlement Price. In this situation, Market Supervisors will keep a record of the criteria used to establish the Settlement Price.

[...]

Chapter D — Listed Products

Article 6.309B Position Limits for Futures Contracts

[...]

(a) Cash Settled Interest Rate Futures

(i) For One-Month CORRA Futures and Three-Month CORRA Futures, there are no position limits.

(ii) For FTSE Canada Bank Credit Index Futures, the maximum net Long Position or net Short Position in all Settlement Months combined in FTSE Canada Bank Credit Index Futures Contracts which a Person may own or control is 30,000 contracts.

[...]

Chapter F — Reports

Article 6.500 Reports of Accumulated Positions

(i) The reporting thresholds established by the Bourse are as follows:

[...]

(ii) For Futures Contracts and the Related Options on Futures Contracts:

[...]

(15) 250 contracts, in the case of Futures Contracts on the FTSE Canada Bank Credit Spread Index;

PART 10 - LIABILITY, DISCLAIMERS AND WAIVERS

[...]

Chapter B — Third Party Liability

[...]

Article 10.104 FTSE

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Part 12 - PRODUCT SPECIFICATIONS FOR FUTURES

[...]

Chapter AE — FTSE Canada Bank Credit Index Futures

Article 12.3000 Underlying Interest

The Underlying Interest is the FTSE Canada Bank Credit Spread Index. Each contract expiry month is associated with a specific Index series.

Article 12.3001 Expiry Cycle

Unless otherwise determined by the Bourse, the expiry months for FTSE Canada Bank Credit Index Futures are March, June, September and December.

Article 12. 3002 Trading Unit

Unless otherwise determined by the Bourse, the trading unit is the FTSE Canada Bank Credit Spread Index, such that each basis point per annum of interest = $50 per contract. The contract size is CAN$5,000 x the Contract Index.

Article 12.3003 Currency

Trading, clearing and settlement of FTSE Canada Bank Credit Index Futures are in Canadian dollars.

Article 12.3004 Price Quotation

Unless otherwise determined by the Bourse, bids and offers for FTSE Canada Bank Credit Index Futures are quoted in terms of a Contract Index equal to 100 points minus the Underlying Index (expressed in %). For example, a FTSE Canada Bank Credit Spread Index value of 87.50 shall correspond to a credit spread of 0.8750% and a contract price of 99.125.

Article 12.3005 Minimum Price Fluctuation

Unless otherwise determined by the Bourse, the minimum price fluctuation is:

(a) For outright positions, 0.005 Contract Index points, representing $25 per contract

(b) For calendar spreads, 0.001 Contract Index points, representing $5 per contract

Article 12.3006 Maximum Price Variation Thresholds

There shall be no maximum price variation thresholds for FTSE Canada Bank Credit Index Futures.

Article 12.3007 Position Limits

The position limit for Futures Contracts on the FTSE Canada Bank Credit Spread Index, if any, is set pursuant to Article 6.309B.

Article 12.3008 Position Reporting Threshold

The position reporting threshold is set pursuant Article 6.500.

Article 12.3009 Settlement Type

Settlement of the Index Futures Contracts shall be by cash settlement through the Clearing Corporation. The settlement procedures are stipulated in Article 12.1411 to Article 12.1413 of the Rules.

Article 12.3010 Last Trading Day

Trading ceases at 4:00 p.m on the business day preceding the Third Wednesday of the contract expiry month.

Article 12.3011 Final Settlement Day

Unless otherwise determined by the Bourse, the final settlement date of a given Settlement Month shall be the first business day following the last Trading Day

Article 12.3012 Final Settlement Price

(a) All Open Positions at the close of the Last Trading Day will be marked to market based on the daily Settlement Price. A Final Settlement Price will be determined on the Final Settlement Date and outstanding position will be terminated by cash settlement.

(b) The Final Settlement Price shall be 100 minus the official closing level of the FTSE Canada Bank Credit Spread Index series associated with the contract Settlement Month on the Last Trading Day (expressed in %). Such Final Settlement Price shall be rounded to the nearest 1/100th of one basis point (0.0001). In case a decimal fraction ends with 0.00005 or higher, the Final Settlement Price shall be rounded up. For example, a FTSE Canada Bank Credit Spread Index series value of 92.4542184 would determine a Final Settlement Price of 99.075457826, rounded up to 99.0755. If the official closing level of the FTSE Canada Bank Credit Spread Index series associated with the contract Settlement Month is not published that day, the Final Settlement Price shall be determined using the first preceding Trading Day for which a closing level is published.

Article 12.3013 Default

Any failure on the part of an Approved Participant to comply with the aforementioned cash settlement rules may result in the imposition of such disciplinary sanctions as may be deemed appropriate in the circumstances by the Bourse.

Article 12.3014 Trading Hours

Trading hours will be determined and published by the Bourse.