CIRCULAR 112-26
August 26, 2026

SELF-CERTIFICATION

PROPOSED AMENDMENTS TO THE RULES OF BOURSE DE MONTRÉAL INC. TO MODIFY KEY SPECIFICATIONS OF THE 30-YEAR GOVERNMENT OF CANADA BOND FUTURES (LGB)

On May 27th, 2026, the President and CEO of Montréal Exchange Inc. ("**MX**") approved proposed amendments to MX's rules to modify the specifications of the 30-Year Government of Canada ("**GoC**") bond futures ("**LGB**") contract, including its delivery standards, notional coupon and delivery period. The amendments will apply to the December 2026 LGB contract and all subsequent contract months. For the avoidance of doubt, the September 2026 LGB contract will still operate under the previous specifications until expiry.

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 **August 26, 2026**, after market close. Please note that the revised articles will also be available on MX's website (www.m-x.ca).

The amendments described in the present circular were published for public comment by MX on **June 2nd, 2026** (see circular **072-26**). Further to the publication of this circular, MX received comments. A summary of the comments received as well as responses from MX to these comments is attached hereto.

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

Dima Ghozaiel
Legal Counsel
Montréal Exchange Inc.

APPENDIX A: THE AMENDMENTS

BLACKLINE VERSION

[...]

PART 12 - PRODUCT SPECIFICATIONS FOR FUTURES

Chapter E — Thirty-Year Government of Canada Bond Futures

Article 12.400 Underlying Interest

The Underlying Interest is $100,000 nominal value of a Government of Canada Bond with a ~~6~~ 4% notional coupon.

[...]

Article 12.402 Trading Unit

Unless otherwise determined by the Bourse, the trading unit is $100,000 nominal value of a Government of Canada Bond with a ~~6~~ 4% notional coupon.

[...]

Article 12.412 Delivery standards

(a) For Thirty-year Government of Canada Bond Futures, shall be deliverable only those Government of Canada Nominal Bond issues which represent thirty-year Government of Canada benchmark bond for each contract Delivery Month, as determined by the Bourse based on Canadian bond market standards before each roll period. Delivery eligibility is restricted to the thirty-year Government of Canada Nominal Bond benchmark issues, as determined solely by the Bourse based on market standards, with the following indicative guidelines:

(i) have a remaining maturity of between 29 years and 32 years ~~not less than 28 1/2 years~~, as of the first day of the Delivery Month; ~~(for the purpose of determining the maturity of a Bond eligible for Delivery and for settlement, the time to maturity of a given issue shall be calculated in complete periods of three months, by rounding down to the nearest entire three-month period, e.g. 30 years and seven months shall be considered 30 1/2 years from the first day of the Delivery Month);~~

(ii) have an outstanding amount of at least $12 ~~$3.5~~ billion nominal value ~~have an outstanding amount of $3.5 billion nominal value~~ (net of all potential purchases by the Government of Canada up until the end of the period during which the Bond issue is deliverable);

(iii) are originally issued at 30-year auctions ~~(a Nominal Bond not issued at a 30-year auction which would otherwise meet the standards of this rule, is also deemed to be deliverable, if during the last 12-month period preceding the Delivery~~

~~Month, its re-openings total a minimum nominal amount of $3.5 billion)~~;

(iv) are issued and delivered on or before the 15th day preceding the Delivery Month of the contract;

(v) have a face value at maturity in multiples of $100,000; and

(vi) have a coupon of ~~6 4~~%. However, at the seller's choice, a Government of Canada Nominal Bond having a coupon other than ~~6 4~~% can be substituted. The amount of Premium or discount for each deliverable issue shall be calculated on the basis of a yield equivalent to a Government of Canada Nominal Bond bearing a ~~6 4~~% coupon and selling at par.

[...]

(f) Before a contract is listed for trading, the Bourse shall have the right to determine ~~exclude~~ which ~~any deliverable~~ Government of Canada Bond issue is eligible for delivery, even if it does not meet~~s~~ all the standards specified in this Rule.

Article 12.414 Submission of Delivery Notice

To initiate the Delivery process, an Approved Participant holding a Short Position must submit a Delivery notice to the Clearing Corporation before the time limit set by the Clearing Corporation on ~~the Last Trading Day~~ any business day, between the first business day preceding the first business day of the Delivery Month, and the first business day preceding the last business day of the Delivery Month~~.~~, inclusively.

Article 12.416 Delivery Day

Delivery of Thirty-year Government of Canada Bond Futures shall be done on the first business day following the submission of the Delivery notice by the Approved Participant holding a Short Position, or on any other day as determined by the Clearing Corporation. Delivery shall be completed no later than ~~one business day following the Last Trading Day~~ the last business day of the Delivery Month.

APPENDIX A: THE AMENDMENTS

CLEAN VERSION

[...]

PART 12 - PRODUCT SPECIFICATIONS FOR FUTURES

Chapter E — Thirty-Year Government of Canada Bond Futures

Article 12.400 Underlying Interest

The Underlying Interest is $100,000 nominal value of a Government of Canada Bond with a 4% notional coupon.

[...]

Article 12.402 Trading Unit

Unless otherwise determined by the Bourse, the trading unit is $100,000 nominal value of a Government of Canada Bond with a 4% notional coupon.

[...]

Article 12.412 Delivery standards

(a) For Thirty-year Government of Canada Bond Futures, shall be deliverable only those Government of Canada Nominal Bond issues which represent thirty-year Government of Canada benchmark bond for each contract Delivery Month, as determined by the Bourse based on Canadian bond market standards before each roll period. Delivery eligibility is restricted to the thirty-year Government of Canada Nominal Bond benchmark issues, as determined solely by the Bourse based on market standards, with the following indicative guidelines:

(i) have a remaining maturity of between 29 years and 32 years, as of the first day of the Delivery Month;

(ii) have an outstanding amount of at least $12 billion nominal value (net of all potential purchases by the Government of Canada up until the end of the period during which the Bond issue is deliverable);

(iii) are originally issued at 30-year auctions;

(iv) are issued and delivered on or before the 15th day preceding the Delivery Month of the contract;

(v) have a face value at maturity in multiples of $100,000; and

(vi) have a coupon of 4%. However, at the seller's choice, a Government of Canada Nominal Bond having a coupon other than 4% can be substituted. The amount of

Premium or discount for each deliverable issue shall be calculated on the basis of a yield equivalent to a Government of Canada Nominal Bond bearing a 4% coupon and selling at par.

[...]

(f) Before a contract is listed for trading, the Bourse shall have the right to determine which Government of Canada Bond issue is eligible for delivery, even if it does not meet all the standards specified in this Rule.

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To initiate the Delivery process, an Approved Participant holding a Short Position must submit a Delivery notice to the Clearing Corporation before the time limit set by the Clearing Corporation on any business day, between the first business day preceding the first business day of the Delivery Month, and the first business day preceding the last business day of the Delivery Month, inclusively.

Article 12.416 Delivery Day

Delivery of Thirty-year Government of Canada Bond Futures shall be done on the first business day following the submission of the Delivery notice by the Approved Participant holding a Short Position, or on any other day as determined by the Clearing Corporation. Delivery shall be completed no later than the last business day of the Delivery Month.

CIRCULAR 072-26: Proposed Amendments to the Rules of Bourse De Montréal Inc.
to Modify Key Specifications of the 30-Year Government Of Canada Bond Futures (LGB)
Summarized comments received on June 15, 2026 and MX's responses

No.	Category of Participant	Summary of comments	Summary of responses
1.	CIFIC	The Canadian Independent Finance and Innovation Counsel (CIFIC) submitted a response supporting the Bourse de Montréal's proposed rule amendments regarding the 30-Year Government of Canada Bond Futures (LGB). CIFIC noted that the changes will primarily benefit institutional and fixed-income dealers by improving hedging effectiveness, enhancing price discovery, and driving contract liquidity closer to that of U.S. Treasury futures.	The Montréal Exchange notes the support of CIFIC for the proposed amendments to the LGB contract specifications and appreciates its feedback.