

<input checked="" type="checkbox"/> Trading – Interest Rate Derivatives	<input type="checkbox"/> Back-office - Options
<input type="checkbox"/> Trading – Equity and Index Derivatives	<input checked="" type="checkbox"/> Technology
<input checked="" type="checkbox"/> Back-office – Futures	<input checked="" type="checkbox"/> Regulation
	<input type="checkbox"/> MCEX

CIRCULAR
December 17, 2012

THE COMPETITIVE LIQUIDITY INCENTIVE PROGRAM (CLIP)

Bourse de Montréal Inc. (the “**Bourse**”) is pleased to announce the launch of a Competitive Liquidity Incentive Program (CLIP). This program has been designed to further enhance liquidity on key products represented in the Yield Curve Project.

CLIP PROGRAM - CGF & CGZ

One CLIP program is being offered for Two-Year Government of Canada Bond Futures contracts (CGZ) and Five-Year Government of Canada Bond Futures contracts (CGF).

CLIP PROGRAM - BAX GREENS

Another CLIP program is being offered for Three-Month Canadian Bankers' Acceptance Futures contracts quarterly nine through twelve (BAX Greens).

CASH STIPENDS

Each participant in the Liquidity Provider Rebate program (“**LPRP**”) will have the trading volume in its registered sub-account(s) tabulated at month end. While both outrights and spreads will be taken into account, Block Trades, Exchange for Risk (EFR) and Exchange for Physical (EFP) transactions will not be considered. Those participants whose trading volume in the relevant instrument(s) ranks in the top ten for the month will earn cash stipends as detailed below:

CGF & CGZ		BAX Greens	
Rank	Cash Stipend	Rank	Cash Stipend
1 st Place	\$2,000	1 st Place	\$2,000
2 nd Place	\$1,500	2 nd Place	\$1,500
3 rd Place	\$1,200	3 rd Place	\$1,200
4 th Place	\$1,000	4 th Place	\$1,000
5 th Place	\$1,000	5 th Place	\$1,000
6 th Place	\$1,000	6 th Place	\$1,000
7 th Place	\$800	7 th Place	\$800
8 th Place	\$500	8 th Place	\$500
9 th Place	\$500	9 th Place	\$500
10 th Place	\$500	10 th Place	\$500
Total	\$10,000	Total	\$10,000

Circular no. : 172-2012

Every month, participants in the LPRP who trade in the eligible instruments will be notified by e-mail of the ranking(s) they have attained in such eligible instruments. The cash stipends will be awarded on a quarterly basis by cheque or fee credit, as per each participant's arrangement under the LPRP, along with the fee rebate issued under the LPRP.

In the event of a tie between two or more participants, each of them will receive an equal share of the cash stipends allocated to the ranking that they have collectively attained, as well as the cash stipends for the following ranking(s), in accordance with the number of participants tied for that position.

For example, if there is a tie between three participants for the sixth rank (which represents a stipend of \$ 1,000), these three participants will share equally between them the total stipend amounts of the 6th, 7th, and 8th ranks. Each of these three participants would therefore receive an award of \$766.67 $((\$ 1,000 + \$ 800 + \$ 500)/3)$.

FEE REBATES

Furthermore, participants who rank in the top ten will receive a fee rebate equivalent to the trading fees that they incurred for the month in question on the eligible instrument(s).

Please take note that neither clearing nor regulatory fees are eligible for any such rebates.

EFFECTIVE DATES

Both CLIP programs will run from January 1, 2013 to December 31, 2013.

ELIGIBILITY CRITERIA

The CLIP programs are open to participants in the LPRP. Any cash stipends or fee credits earned through the CLIP programs will be in addition to the fee rebates provided through the LPRP. All participants in the LPRP are automatically registered for the CLIP program. For further information on eligibility criteria for the LPRP, or to register for participation, please [click here](#). All participants must adhere to the Bourse's rules and procedures to be eligible for any cash stipends or fee credits.

QUALIFYING BUSINESS

Trading volumes will be tracked through whichever sub-account(s) each participant has registered under the LPRP.

For further information, please contact François Vendette, Manager, Institutional Relations, Financial Markets, by telephone at 514-871-3515 or by email at fvendette@m-x.ca.

Claude Cyr
Senior Vice President, Financial Markets
Bourse de Montréal Inc.