



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

CIRCULAR
December 9, 2009

**INDEX PRODUCTS FLOATING MARGIN RATES
AND TRACKING ERROR MARGIN RATES**

Bourse de Montréal Inc. (the Bourse) sets index products floating margin rates and tracking error margin rates. The Bourse updates these rates on a monthly basis or when justified by market conditions. **Please also see important note at the end of this circular.**

FLOATING MARGIN RATES

In regards to index products floating margin rates, the following rates have been determined:

FLOATING MARGIN RATES	BASKET OF INDEX SECURITIES		INDEX PARTICIPATION SHARES	
	PREVIOUS RATE	NEW RATE	PREVIOUS RATE	NEW RATE
S&P/TSX 60 Index	10.75%	9.25%	10.00%	8.50%
S&P/TSX Global Gold Index	18.00%	15.50%	17.50%	14.75%
S&P/TSX Capped Financials Index	12.50%	11.75%	11.75%	11.25%
S&P/TSX Capped Information Technology Index	9.00%	8.50%	9.25%	8.50%
S&P/TSX Capped Energy Index	14.50%	13.00%	14.50%	12.50%
S&P/TSX Capped Materials Index	N/A	N/A	15.25%	12.75%
S&P/TSX Capped Composite Index	N/A	N/A	9.50%	8.50%
S&P/TSX Capped REIT Index	N/A	N/A	8.50%	7.75%

Circular no.: 189-2009

TRACKING ERROR MARGIN RATES

In regards to index products tracking error margin rates, the following rates have been determined:

TRACKING ERROR MARGIN RATES	PREVIOUS RATE			NEW RATE		
	Index and IPU	Index and Futures	IPU and Futures	Index and IPU	Index and Futures	IPU and Futures
S&P/TSX 60 Index	2.25%	2.50%	3.25%	2.00%	2.50%	2.75%
S&P/TSX Global Gold Index	3.25%	3.50%	3.50%	3.00%	4.75%	4.25%
S&P/TSX Capped Financials Index	3.00%	2.50%	4.00%	2.75%	2.50%	4.00%
S&P/TSX Capped Information Technology Index	3.25%	5.50%	5.50%	2.75%	5.00%	5.25%
S&P/TSX Capped Energy Index	2.25 %	2.75%	2.75%	2.00%	2.75%	2.50%
S&P/TSX Capped Materials Index	2.25%	N/A	N/A	2.00%	N/A	N/A
S&P/TSX Capped Composite Index	2.75%	N/A	N/A	2.50%	N/A	N/A
S&P/TSX Capped REIT Index	3.00%	N/A	N/A	2.75%	N/A	N/A

These new margin requirements **will be implemented on Friday December 11, 2009.**

For further information, please contact Santo Ferraiuolo, Market Analyst, Regulatory Division, at 514 871-4949, extension 413, or by e-mail at sferraiuolo@m-x.ca.

NOTE: Please be advised that effective in January 2010, the Bourse will no longer publish floating and tracking error margin rates applicable to index products on which derivative instruments are traded on the Bourse. The publication of these rates will be made through the Investment Industry Regulatory Organization of Canada (IIROC) which will add them to the notice that this organization publish on a monthly basis for index products other than those on which a derivative instrument is traded on the Bourse. It is important to mention that this change will have no effect on approved participants and their clients since the methodology used by IIROC to establish these rates is absolutely identical to the one that was used by the Bourse. This change will also have the advantage of making all the information regarding these margin rates available from a single source. Finally, please note that this change will not affect in any way the monthly publication by the Bourse of margin rates applicable to futures contracts traded on its markets. These margin rates will continue to be published as in the past.

Jacques Tanguay
Vice-President, Regulatory Division