

CIRCULAR 078-18
May 30, 2018

SELF-CERTIFICATION

**AMENDMENTS TO THE RULES OF BOURSE DE MONTRÉAL INC. TO MODIFY THE EXPIRY TIME
OF BAX FUTURES AND OPTIONS CONTRACTS**

The Rules and Policies Committee of Bourse de Montréal Inc. (the “Bourse”) has approved amendments to articles 6757, 6763.9, 6764.9, 6765.9 and 15512 of the Rules of the Bourse in order to update the rules related to the Three-Month Canadian Bankers’ Acceptance futures and options contracts expiry times, to align such products with their respective underlying markets. 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, as attached, will become effective on **June 29, 2018**, after market close. Please note that the revised articles will also be available on the Bourse’s website (www.m-x.ca).

The amendments described in the present circular were published for public comment by the Bourse on February 12, 2018 (see [Circular 026-18](#)).

For additional information, please contact Alexandre Normandeau, Legal Counsel, at 514-787-6623 or by email at alexandre.normandeau@tmx.com.

Alexandre Normandeau
Legal Counsel
Bourse de Montréal Inc.

RULE SIX

TRADING

[...]

REGULAR OPTIONS ON THREE-MONTH CANADIAN BANKERS' ACCEPTANCE FUTURES

6751 Application of Specific Rules
(07.04.94, 29.10.04, 18.01.16)

In addition to sections 6601-6610 and 6621-6639, regular options on Three-month Canadian Bankers' Acceptance futures shall be subject to the regulation contained in this section.

[...]

6757 Last Trading Day
(07.04.94, 29.10.04, 18.01.16, 00.00.00)

Trading ceases at 10:1500 a.m. (Montréal time) on the second London (Great Britain) banking day prior to the third Wednesday of the contract month or, if it is not a business day, on the first preceding business day.

Options with an expiry that does not coincide with the expiry of the underlying futures shall cease trading at the date and at the time referred to in the options contract. Otherwise, options shall cease trading on the same day and time as the underlying futures.

[...]

SERIAL MID-CURVE OPTIONS ON THREE-MONTH CANADIAN BANKERS' ACCEPTANCE FUTURES

6763 Application of Specific Rules
(18.01.16)

In addition to sections 6601-6610 and 6621-6639, Serial Mid-Curve options on Three-month Canadian Bankers' Acceptance futures shall be subject to the regulation contained in this section.

[...]

6763.9 Last Trading Day
(18.01.16, 26.05.16, 00.00.00)

Trading ceases at 4:3000 p.m. (Montréal time) on the Friday immediately preceding the third Wednesday of the contract month or, if it is not a business day, on the first preceding business day.

Options with an expiry that does not coincide with the expiry of the underlying futures shall cease trading at the date and at the time referred to in the options contract. Otherwise, options shall cease trading on the same day and time as the underlying futures.

[...]

ONE-YEAR QUARTERLY MID-CURVE OPTIONS ON THREE-MONTH CANADIAN BANKERS' ACCEPTANCE FUTURES

6764 Application of Specific Rules (18.01.16)

In addition to sections 6601-6610 and 6621-6639, One-year Quarterly Mid-Curve options on Three-month Canadian Bankers' Acceptance futures shall be subject to the regulation contained in this section.

[...]

6764.9 Last Trading Day (18.01.16, 26.05.16, 00.00.00)

Trading ceases at 4:~~3000~~ p.m. (Montréal time) on the Friday immediately preceding the third Wednesday of the contract month or, if it is not a business day, on the first preceding business day.

Options with an expiry that does not coincide with the expiry of the underlying futures shall cease trading at the date and at the time referred to in the options contract. Otherwise, options shall cease trading on the same day and time as the underlying futures.

[...]

TWO-YEAR QUARTERLY MID-CURVE OPTIONS ON THREE-MONTH CANADIAN BANKERS' ACCEPTANCE FUTURES

6765 Application of Specific Rules (18.01.16)

In addition to sections 6601-6610 and 6621-6639, Two-year Quarterly Mid-Curve options on Three-month Canadian Bankers' Acceptance futures shall be subject to the regulation contained in this section.

[...]

6765.9 Last Trading Day (18.01.16, 26.05.16, 00.00.00)

Trading ceases at 4:~~3000~~ p.m. (Montréal time) on the Friday immediately preceding the third Wednesday of the contract month or, if it is not a business day, on the first preceding business day.

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TRADING

[...]

REGULAR OPTIONS ON THREE-MONTH CANADIAN BANKERS' ACCEPTANCE FUTURES

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(07.04.94, 29.10.04, 18.01.16)

In addition to sections 6601-6610 and 6621-6639, regular options on Three-month Canadian Bankers' Acceptance futures shall be subject to the regulation contained in this section.

[...]

6757 Last Trading Day
(07.04.94, 29.10.04, 18.01.16, 00.00.00)

Trading ceases at 10:15 a.m. (Montréal time) on the second London (Great Britain) banking day prior to the third Wednesday of the contract month or, if it is not a business day, on the first preceding business day.

Options with an expiry that does not coincide with the expiry of the underlying futures shall cease trading at the date and at the time referred to in the options contract. Otherwise, options shall cease trading on the same day and time as the underlying futures.

[...]

SERIAL MID-CURVE OPTIONS ON THREE-MONTH CANADIAN BANKERS' ACCEPTANCE FUTURES

6763 Application of Specific Rules
(18.01.16)

In addition to sections 6601-6610 and 6621-6639, Serial Mid-Curve options on Three-month Canadian Bankers' Acceptance futures shall be subject to the regulation contained in this section.

[...]

6763.9 Last Trading Day
(18.01.16, 26.05.16, 00.00.00)

Trading ceases at 4:30 p.m. (Montréal time) on the Friday immediately preceding the third Wednesday of the contract month or, if it is not a business day, on the first preceding business day.

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[...]

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[...]

TWO-YEAR QUARTERLY MID-CURVE OPTIONS ON THREE-MONTH CANADIAN BANKERS' ACCEPTANCE FUTURES

6765 Application of Specific Rules
(18.01.16)

In addition to sections 6601-6610 and 6621-6639, Two-year Quarterly Mid-Curve options on Three-month Canadian Bankers' Acceptance futures shall be subject to the regulation contained in this section.

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6765.9 Last Trading Day
(18.01.16, 26.05.16, 00.00.00)

Trading ceases at 4:30 p.m. (Montréal time) on the Friday immediately preceding the third Wednesday of the contract month or, if it is not a business day, on the first preceding business day.

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[...]

**RULE FIFTEEN
FUTURES CONTRACTS SPECIFICATIONS**

[...]

CANADIAN BANKERS' ACCEPTANCE FUTURES

[...]

15512 Last Trading Day
(18.01.16, 00.00.00)

Trading of Canadian Bankers' Acceptance futures ceases at 10:~~1500~~ a.m.- (Montréal time) on the second London (Great Britain) banking day preceding the third Wednesday of the contract month.

If this day is not a business day for the Bourse or for the Montreal or Toronto banks, trading of Canadian Bankers' Acceptance futures ceases at 10:~~1500~~ a.m. (Montréal time) on the preceding business day.

[...]

**RULE FIFTEEN
FUTURES CONTRACTS SPECIFICATIONS**

[...]

CANADIAN BANKERS' ACCEPTANCE FUTURES

[...]

15512 Last Trading Day
(18.01.16, 00.00.00)

Trading of Canadian Bankers' Acceptance futures ceases at 10:15 a.m. (Montréal time) on the second London (Great Britain) banking day preceding the third Wednesday of the contract month.

If this day is not a business day for the Bourse or for the Montreal or Toronto banks, trading of Canadian Bankers' Acceptance futures ceases at 10:15 a.m. (Montréal time) on the preceding business day.