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**CIRCULAR**  
May 4<sup>th</sup>, 2011

**NEW PRODUCT: MINI FUTURE CONTRACT ON THE S&P/TSX 60 INDEX  
(SXM)**

For your information please find attached the minimum margin requirements and position limits for the new Mini future contract on the S&P/TSX 60 Index (SXM) with respects to speculators and hedgers as determined by the Bourse in collaboration with the Canadian Derivatives Clearing Corporation (CDCC).

For further information, please contact Mr. Santo Ferraiuolo, Market Analyst, Regulatory Division, at 514 871-4949, extension 413, or by email at [sferraiuolo@m-x.ca](mailto:sferraiuolo@m-x.ca).

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Encl.

Circular no.: 079-2011

## Appendix I

**SXM FUTURE CONTRACT MINIMUM MARGIN REQUIREMENTS**

<b>FUTURE CONTRACT</b>	<b>MARGIN TYPE</b>	<b>PREVIOUS RATE</b>	<b>NEW RATE</b>
<b>SXM – MINI FUTURE CONTRACT ON THE S&amp;P/TSX 60 INDEX</b>	Speculator	N/A	<b>\$1,600</b>
	Hedger	N/A	<b>\$1,500</b>

1. The "Speculator" designation applies to all clients, except acceptable institutions, acceptable counterparties, regulated entities and bona fide hedgers, as defined in the Rules and Policies of the Bourse.

**POSITION LIMITS**

The maximum number of net long or net short positions in all contract months combined in the standard (SXF) and the mini (SXM) futures contracts on the S&P/TSX 60 Index which a person may own or control in accordance with article 14157 of the Rules of the Bourse shall be as follows:

<b>SXM &amp; SXF COMBINED</b>	<b>PREVIOUS LIMIT</b>	<b>NEW LIMIT</b>
Speculator	N/A	<b>30,000 equivalent ctr.*</b>
Hedger	N/A	<b>30,000 equivalent ctr.*</b>

\*One mini SXM future contract shall be deemed to be the equivalent of one-quarter of a standard SXF future contract. For example, 40,000 SXM contracts are equivalent to 10,000 SXF contracts for position limits purposes.

The position reporting threshold is set at 1,000 contracts gross long and short in all contract months combined aggregating together all positions in the SXM and the SXF futures contracts on a one for one basis. For example, if 400 SXM futures contracts and 700 SXF futures contracts are held by the same account, the total number of futures contracts held (1,100) exceeds the reporting threshold and therefore all positions in both the SXM and the SXF futures contracts must be reported.