

**CIRCULAR 080-19**  
**May 27, 2019**

## **S&P/TSX 60 Index Options (“SXO”) Contract Size Amendment and New Listing**

In reference to the Bourse de Montréal Inc. (“Bourse”) [“Self-Certification Circular 073-19”](#), the Bourse and the Canadian Derivatives Clearing Corporation (“CDCC”) wish to inform you that, effective **June 3<sup>rd</sup>, 2019**, the following changes will be applied to the SXO options series:

- **Currently listed SXO options series (“existing SXO”) will have their symbol changed to “SXO1” (“Mini SXO”), with the same multiplier of 10.**
  
- **New SXO options series (“Standard SXO”) will be listed under the symbol “SXO”, with a multiplier of 100.**

As a result of this contract size amendment, holders of SXO option contracts will receive one Mini SXO option contract for each existing SXO option contract held at the effective date.

### **CDCC - Amendment Details:**

On the effective date, all existing SXO options series will be adjusted as follows:

- **EFFECTIVE DATE:** **June 3<sup>rd</sup>, 2019**
  
- **OPTIONS SYMBOL:** **SXO becomes SXO1**
  
- **NUMBER OF CONTRACTS:** **Unchanged**
  
- **MULTIPLIER:** **10 (unchanged)**
  
- **POSITION AND EXERCISE LIMITS:** **Position and exercise limits will be removed.**
  
- **ISIN:** **N/A**
  
- **STRIKE PRICES:** **Unchanged**

On the effective date, Standard SXO options series will be listed as follows:

- **EFFECTIVE DATE:** **June 3<sup>rd</sup>, 2019**
  
- **OPTIONS SYMBOL:** **SXO**
  
- **NUMBER OF CONTRACTS:** **Unchanged**

- **MULTIPLIER:** 100 (from 10)
- **POSITION AND EXERCISE LIMITS:** Position and exercise limits will change to 50 000 contracts (from 500 000 contracts).
- **ISIN:** N/A
- **STRIKE PRICES:** Unchanged

The existing series of SXO options class will be transferred to the SXO1 options class. Please note that opening transactions will be permitted on the SXO1 class.

Please also note that **Margin Relief** will **not** be given by the Risk Engine for offsetting positions between the Standard SXO options class and the Mini SXO. Please refer to CDCC Notice to Member [No. 2019-062](#) for details pertaining to the offsetting process.

---

#### **Bourse de Montréal Inc. - Amendment Details:**

It is important to note that on the effective date mentioned above, all open orders on this option class **will not be automatically modified** to reflect the change and will therefore have to **be re-entered** into the Montreal Automated System (SAM) by the approved participants.

Please note that the strike prices of the S&P/TSX 60 Index Options will remain unchanged.

**PLEASE ENSURE THAT ALL CLIENTS WHO HAVE EITHER LONG OR SHORT POSITIONS IN THIS OPTION CLASS ARE ADVISED OF THIS NOTICE.**

For further information, please contact Market Operations Department at (514) 871-7877. Clearing Members may contact the CDCC Corporate Operations Department.

Gladys Karam  
Director, Equity Derivatives  
Financial Markets