



MONTRÉAL EXCHANGE

LGB Incentive Program for Eligible Proprietary Trader

Terms and Conditions and Application Form

1. Eligibility criteria for participation in the LGB incentive program: Each Proprietary Trader firm satisfying the [Proprietary Trader Program](#) requirements may apply for a participation in the LGB incentive program for eligible Proprietary Trader (the "Program").
2. Subject to compliance with these Terms and Conditions of the Program and of the Proprietary Trader Program, each Proprietary Trader enrolled in the Program would be eligible to receive monthly compensation ("Incentives") defined by the Bourse, from September 2023 and for a minimum period of three months, up to a maximum period of seven months (March 2024). The terms of the Incentives will be shared by the Bourse with each interested Proprietary Trader.
3. To enroll in the Program¹, this application form must be completed, signed and sent to MX no later than 1) September 7th for an enrollment as of September 2023 and 2) two business days prior to the end of the month for an enrollment as of the next month. Based on the above, the enrollment in the Program will be effective as of 1) September 11th or 2) the first business day of the upcoming month, following the submission of the application form to MX and its approval by MX, as acknowledged by the signature of this form by an authorized representative of MX.
4. No more than three Proprietary Traders may be enrolled in this Program at any given time, determined based on when the application form is submitted, reviewed and approved by MX.
5. To qualify for the Program in a calendar month, the Proprietary Trader must continue to satisfy the eligibility criteria for Proprietary Traders (as defined in section 1. of the Appendix in the MX [List of Fees](#)) and comply with the Terms and Conditions of the [Proprietary Trader Program](#) at the end that month. Otherwise, no Incentives will be paid for that month regardless of whether the following requirements (the "Program Requirements") are satisfied.
6. Program Requirements:
 - Minimum of 500 LGB cleared contracts traded during the month.
 - Minimum rate of presence of 75% **in either (choice to be made by each Proprietary Trader** in the application form):
 - o The front 30Y GoC Bond Futures (LGB) contract month, at a size of 3 contracts on both sides (bid and ask) and at a maximum spread of 30 cents.
 - o The front 10Y GoC Bond Futures (CGB) / 30Y GoC Bond Futures (LGB) spread strategy (quoted as the 7CGB-2LGB spread strategy), at a size of 2 contracts on both sides (bid and ask) and at a maximum spread of 65 cents.The minimum rate of presence requirement applies to the 8am-4pm ET time period.
7. For the purpose of determining the Incentives, MX will rely on the information provided in this Application Form, namely the Client Accounts and the Designated Traders.
8. The Bourse reserves the rights to amend the terms of this Program or to terminate it (for a given Proprietary Trader or in its entirety) at its discretion, without prior notice.

¹ The program has been extended up to June 2024.

9. The Proprietary Trader shall have no right or claim against MX for any amounts in connection with the Program. MX shall have no liability for damages (of any kind), losses, expenses, liabilities or claims arising out of participation in the Program. In consideration of permitting the Proprietary Trader to participate in the Program, each Proprietary Trader hereby waives any and all claims against MX, its affiliates, and their respective employees, officers, directors, advisors, agents, successors and assigns (collectively, the "Releasees") it has or may have in connection with the Program, and releases the Releasees from any and all liability for any damages (of any kind), losses, expenses, liabilities or claim that the Proprietary Trader may suffer as a result of their participation in the Program under any legal theory whatsoever, including extracontractual liability, breach of contract, breach of any statutory obligation or other duty of care.
10. The Program shall be governed by these Terms and Conditions, which themselves shall be governed by the laws of the Province of Quebec and the federal laws of Canada applicable therein.

Selection of the Quoting Requirement

The front 30Y GoC Bond Futures (LGB) contract month, at a size of 3 contracts on both sides (bid and ask) and at a maximum spread of 30 cents.

The front 10Y GoC Bond Futures (CGB) / 30Y GoC Bond Futures (LGB) spread strategy (quoted as the 7CGB-2LGB spread strategy), at a size of 2 contracts on both sides (bid and ask) and at a maximum spread of 65 cents.

Client Information*

Client Name: _____

Street Address: _____ City: _____

Province/State: _____ Country: _____ Postal/ZIP Code: _____

Name of Authorized Contact: _____ Title: _____

Email: _____ Telephone: _____

Date: _____ Signature: _____

Client Accounts (for monitoring purposes)

Account Number(s): _____

Designated Traders (for monitoring purposes)

Name(s): _____

Trader Identification Number(s): _____

Name(s): _____

Trader Identification Number(s): _____

Montréal Exchange Inc.

Name of Authorized Contact: _____ Title: _____

Date: _____ Signature: _____

* All fields are mandatory and must be completed.