TSX VENTURE EXCHANGE INC.

Details and Rationale

1. *Introduction of the defined terms, TSXV Closing Price, TSXV Bid, and TSXV Ask*

Currently, the TSXV Rulebook does not define a last bid price, last ask price or a closing price for any security. The last bid price and the last ask price of a security are used for a variety of purposes, including portfolio valuations. Bid and ask quotes for thinly traded securities could be hours or days old. In addition, cancelled orders by market makers could affect the bid and ask quote.

TSXV seeks to reduce the burden on investors and data vendors by creating a methodology for establishing an TSXV Bid, TSXV Ask, and an TSXV Closing Price for TSXV securities. The TSXV Bid and the TSXV Ask will provide a more realistic spread by calculating the time weighted average of bid quotes and ask quotes, respectively.

Disseminating a single new message on the TSXV data feeds with these three new data points will allow interested parties to easily and conveniently identify a closing price and the associated closing bid and closing ask. In addition, the proposed methodology will provide for more accurate valuation for thinly traded securities and will improve the experience of investors, advisors, dealers, and asset managers when valuing their performance.

For TSXV securities, the TSXV Closing Price will continue to be (a) in respect of a MOC eligible securities, the calculated MOC closing price, and (b) in respect of any other security, the last board lot sale price of the security on TSXV in the regular session.

TSXV would calculate, where applicable, and publicly disseminate, the TSXV Closing Price, the TSXV Bid and the TSXV Ask at 4:10pm. In the event of a trade cancelation that would affect the TSXV Closing Price, TSXV will re-disseminate a revised

Example 1.a				
	Time	TBB	TBO	Duration in seconds
1	3:50:00	10	10.1	312 seconds
2	3:55:12	10.01	10.1	287 seconds
3	3:59:59	10.02	10.1	< 1 second = rounded up to 1 second
		TBB = 10.0048 (TWAP)	TBO =10.1 (TWAP)	Total duration 600 seconds

b) if there is no TBBO during the last 10 minutes of the regular trading session, then:

the TSXV Bid will be the last TBB of the current trading day, and
the TSXV Ask will be the last TBO of the current trading day:

Example 1.b			
	Time	TBB	TBO
1	1:50:00 PM	10	10.1
2	2:15:12 PM	10.01	10.1
3	3:00:00 PM	10.02	10.11
		TBB = 10.02 (Last TBB)	TBO =