

Notice to Participating Organizations



January 16, 2009

2009-003

Re: Toronto Stock Exchange (TSX) Repeal of the Pro Order Handling Rule and the Wide Distribution Rule; Implementation of the Bypass Cross

The following rule changes are taking effect January 19, 2009 in conjunction with the TSX and TSX Venture Exchange (TSXV) maintenance release detailed in Notice to Participating Organizations and Members (PO Notice) 2008-053.

Pro Order Handling Rule

Effective January 19, 2009 TSX Rule 4-804 Market Maker and Principal Account Orders will be repealed. Market maker accounts and principal accounts will be able to better the bid or ask by less than the minimum guaranteed fill. For further details about this rule amendment, see PO Notice 2007-040.

Bypass Cross

Effective January 19, 2009 the bypass cross will be an automated order type on TSX. Accordingly, rule changes that provide for bypass orders will become effective on January 19, 2009. The bypass cross functionality will become operable only on TSX. Implementation of bypass order types on TSX Venture Exchange and the bypass order (one-sided) on TSX will occur as part of a future maintenance release. See PO Notice 2008-030 for details on the bypass order rule amendments.

Wide Distribution Rule

Effective January 19, 2009, TSX Rule and Policy 4-103 Wide Distributions will be repealed. The wide distribution rules are no longer necessary as a result of the implementation of the bypass cross on TSX. Further details about this rule amendment can be found at PO Notice 2008-030.

If you have any questions, please contact Deanna Dobrowsky, Director, Regulatory Affairs, TMX Group at (416) 947-4361.

Deanna Dobrowsky
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About TMX Group Inc. (TSX-X)

TMX Group's key subsidiaries operate cash and derivative markets for multiple asset classes including equities, fixed income and energy. Toronto Stock Exchange, TSX Venture Exchange, Montreal Exchange, Natural Gas Exchange, Boston Options Exchange (BOX), Shorcan, Equicom and other TMX Group companies provide trading markets, clearing facilities, data products and other services to the global financial community. TMX Group is headquartered in Toronto with offices in Montreal, Calgary and Vancouver. For more information about TMX Group, visit our website at www.tsx.com.

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