



# Notice to Participating Organizations

September 20, 2011

2011-051

## **TSX MARKET MAKING FEE CHANGE NOTICE**

The following changes to Market Making fees are being made to the Equity Trading Fee

## **About TMX Group (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, TMX Select, Montreal Exchange, Canadian Derivatives Clearing Corporation, Natural Gas Exchange, Boston Options Exchange (BOX), Shorcan, Shorcan Energy, Equicom and other TMX Group companies provide listing markets, trading markets, clearing facilities, data products and other services to the global financial community. TMX Group is headquartered in Toronto and operates offices across Canada (Montreal, Calgary and Vancouver), in key U.S. markets (Houston, Boston and Chicago) as well as in London. For

**Equity Trading Fee Schedule**  
**Effective October 1, 2011**

**One Time Set-Up Fees for New Participating Organizations and Members**

<b>Toronto Stock Exchange</b>	<b>Fee</b>
<b>Application Fee:</b>	\$5,000
<b>Registration Fee (trading applicant):</b>	\$60,000
\$45,000 of the registration fee will be applied as a credit towards the first year's trading fees	
<b>Registration Fee (non-trading applicant):</b>	\$15,000
\$45,000 will be applied as a trading registration upgrade fee with the trading activation of a PO number	
\$45,000 of the registration upgrade fee will be applied as a credit towards the first year's trading fees	
<b>TSX Venture Exchange</b>	<b>Fee</b>
<b>Application Fee:</b>	\$1,000
<b>Registration Fee (trading applicant):</b>	\$30,000
\$22,500 of the registration fee will be applied as a credit towards the first year's trading fees	
<b>Registration Fee (non-trading applicant):</b>	\$7,500
\$22,500 will be applied as a trading registration upgrade fee with the trading activation of a PO number	
\$22,500 of the registration upgrade fee will be applied as a credit towards the first year's trading fees	

**Trading Fees (volume-based, except as otherwise stated)**

<b>Toronto Stock Exchange</b>	<b>Fee</b>
<b>Basic Fee:</b>	\$1,500 per month per participating organization
<b>Opening Trades:</b>	\$0.0030 / share / side up to a maximum of \$30 per side Monthly fee cap at maximum \$100,000 per firm
<b>Must Be Filled (MBF):</b>	\$0.003 / share / side up to a maximum of \$90 per side
<b>Market on Close (MOC):</b>	\$0.003 / share / side up to a maximum of \$30 per side
<b>Extended Trading:</b>	\$0.001 / share / side
<b>Market Makers:</b>	Applies to symbols of responsibility
High Priced Equities	Charge \$0.0033 per active share Credit \$0.0033 per passive share
Low Priced Equities	Charge \$0.00015 per active share Credit \$0.00015 per passive share
	Fees waived for Opening trades
	MOC and Extended Trading billed at the normal rate for each product
	Net Market Maker credits will be applied to offset the firm's other trading charges and any residual credit will be rebated back to the firm
	<b>For a Market Maker other than an ETF Market Maker, the first \$20,000 of net monthly fee generated on trading in its symbol of responsibility will be waived.<sup>1</sup></b>
	ETF Market Makers will be credited an additional \$0.001 per passive share (for equities over \$1) to help offset trading fees incurred from active ETF hedging activities

Symbol Credits

A Tier B symbol credit of \$100 per symbol of responsibility per month is awarded to Market Makers who meet their monthly performance scores

A Market Maker symbol credit of \$20 per symbol of responsibility per month is awarded t

<sup>3</sup> TMX Customer Reward Tier rate applies when all Rewards Program Qualification Criteria are met:

A minimum of 80% of all executed volume, including Dark Order volume, across all Canadian marketplaces must be on TMX.

Qualification for this reward tier is based on meeting the trading threshold for a preceding 6 month period. The discount for the customer reward tier rates will be calculated and accumulated monthly and paid initially after the first six month period, and thereafter will be paid monthly subject to continuing qualification.

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Orders marked Jitney are not volume activity billed as post-open continuous market trades, and are billed at the base rate.

Where liquidity is provided by the undisclosed portion of an iceberg during the post-open continuous market the credit is capped at a credit of \$0.0002 per share for equities where the trade price per-share is \$1 or over, or capped at \$0.000 for equities where the trade price per-share is under \$1, for such undisclosed volume.

Undisclosed iceberg volume, Dark Order volume, volume traded against Dark Order volume, and Jitney volume are not included in the determination of the volume thresholds for post-open continuous market trades.

A firm-wide net post-open continuous market credit will first be applied to offset the firm's other trading charges. Any remaining net credit will be paid out to the firm.

**Cross Printing Facility:** **FREE**  
Unintentional crosses are billed according to post-open continuous market fees

**Specialty Crosses:** **FREE**  
Basis, VWAP, Contingent, Special Trading Session, Internal crosses

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**NEX** **Fee**

**Trades** \$0.0005 / share / side  
\$3.00 per side minimum / \$50 per side maximum

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#### **Toronto Stock Exchange's Electronic Liquidity Provider (ELP) Program**

Post-Open Continuous Market Trades for all TSX equities specified by TSX for pre-approved qualifying ELPs where the trade price per-share is \$1 or over:

Charge \$0.0033 per active share<sup>4</sup>

Credit \$0.0032 per passive share<sup>4</sup>

<sup>4</sup>Applies to standard **continuously traded** active and passive shares only. Volume based on activity generated by the ELP as standard post-open continuous market trades. Dark Orders are excluded from the ELP program and qualification criteria, and are billed at the Dark Order Type rates. Charge per active share for High Priced Equities is reduced to \$0.0010 if traded against Dark Order volume.

Each individual ELP within a Participating Organization or its direct market access customer must be pre-qualified based on its proven experience in conducting high-frequency electronic trading. Once pre-qualified, each of a Participating Organization that undertakes proprietary trading or proprietary traders within a Participating Organization may be assigned a unique ELP-eligible

## **TSX Venture Exchange Listing Incentive Program**

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For details on the TSX Venture Exchange Listing Incentive Program refer to '[Notice to Participating Organizations & Members](#)' #2008-011.

### **Other Fees**

<b>Product</b>	<b>TSX</b>	<b>TSXV</b>	<b>TSX and TSXV</b>
Connectivity (LANX)			No Charge <sup>5</sup>
New STAMP / FIX certification			\$3,000
Session bundle set-up			\$500 per bundle
Broadcast Feeds (TBF / CBF):			
Participating Organization/Member <sup>5</sup>	\$9,000 per month	\$6,000 per month	\$12,500 per month
Vendor	\$10,000 per month	\$6,500 per month	\$14,500 per month
Additional broadcast feeds <sup>6</sup>			\$600 per port
Base amount for weekend tests			\$2,500 per test
GTE only			\$2,000 per month

<sup>5</sup> Vendor and participating organization/member are responsible for carrier communications costs

<sup>6</sup> For standard 2 port set-up, limit 2 connections per port

All fees are in Canadian dollars and are subject to applicable tax