



NOTICE TO MEMBERS

No. 2012 – 075

May 1, 2012

CRITERIA FOR ELIGIBILITY OF STOCK OPTIONS

As the issuer and the guarantor of exchange traded derivatives in Canada, the Canadian Derivatives Clearing Corporation (CDCC) reviews every quarter the criteria for eligibility of stock options.

Rule B-6 of the CDCC Rules reads in part:

Section B-603 Criteria for Eligibility of Stock Options

“(1) In considering whether any Stock should be approved as the Underlying Interest of a Stock Option, the Board, in those circumstances where Section B-605 does not apply, shall ensure that prior to being approved as an Underlying Interest the Stock meets all of the following criteria:

- a) the Stock is listed on a Canadian Exchange;
- b) the Market Capitalization of the Stock is within the top quartile (25%) of Securities listed on all Canadian Exchanges as of the last trading day of the previous quarter. The specific dollar threshold will be published by the Corporation;
- c) the monthly North American Volume of the Stock is within the top quartile (25%) of Securities listed on all Canadian Exchanges as of the last trading day of the previous quarter. The specific threshold will be published by the Corporation.”

Section B-604 Deficiency Criteria for Stock Options

“(1) Except as provided for in Subsection B-604(2), no new Series of a Class of Stock Options which is already listed may be opened for trading if any one of the following conditions occur with respect to the Underlying Interest:

- a) the Stock is no longer listed on a Canadian Exchange
- b) the Market Capitalization of the Stock is below the top third (33%) of Securities listed on all Canadian Exchanges as of the last trading day of the previous quarter. The specific dollar threshold will be published by the corporation;
- c) the monthly North American Volume of the Stock is below the top third (33%) of Securities listed on all Canadian Exchanges as of the last trading day of the previous quarter. The specific dollar threshold will be published by the corporation.”

(2) In exceptional circumstances and in the interest of maintaining a fair and orderly market or for the protection of investors, the Corporation may agree to clear additional Series of Options with respect to any Underlying Interest which is deficient under one or more of the criteria set forth in Subsection B-604(1).”

Canadian Derivatives Clearing Corporation

Exchange Tower	Tour de la Bourse
5 th Floor, 130 King Street West	3 rd Floor, 800 Victoria Square
Toronto, Ontario	Montréal, Québec
M5X 1J2	H4Z 1A9
Tel. : 416-367-2463	Tel. : 514-871-3545
Fax : 416-367-2473	Fax : 514-871-3530

www.cdcc.ca

Pursuant to CDCC Rules, the eligibility and deficiency criteria for the second quarter of 2012 are presented below:

Criteria	Eligibility Threshold	Deficiency Threshold
Market Capitalization	\$74,939,500 CAD	\$36,609,116 CAD
Volume*	139,988	87,992

* Expressed as an average daily volume based on the last 20 business days.

For any further information, please contact the Risk Management Department at (514) 871-4949 ext. 505.

Glenn Goucher
President and Chief Clearing Officer