



CANADIAN ANNUAL DERIVATIVES CONFERENCE 2011

Québec City - November 29, 2011

TMX Group

Equities

Toronto Stock Exchange
TSX Venture Exchange
Equicom

Derivatives

Montréal Exchange
CDCC
Montréal Climate Exchange

Fixed Income

Shorcan

Energy

NGX

Data

TMX Datalinx
PC Bond

Contents



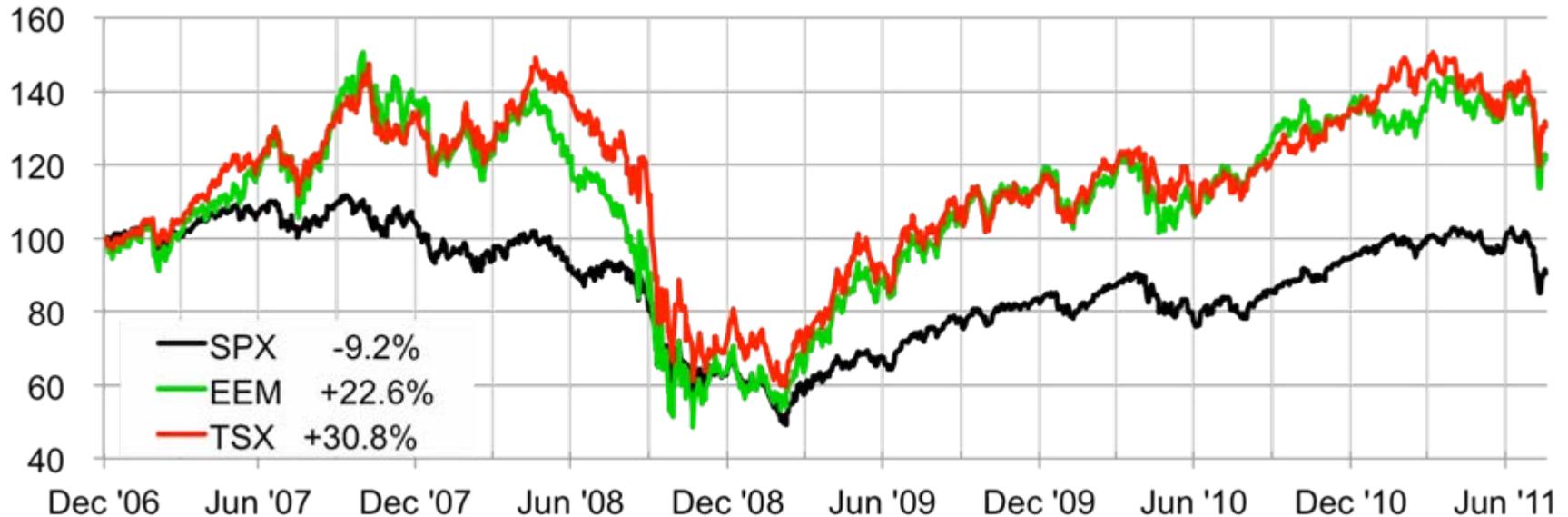
- The Canadian Financial Environment
- Key 2011 highlights at MX
- Key MX Initiatives for 2012

The Canadian Environment



Canada's financial brand is now stronger than at any time in recent history.

Since the global financial crisis in 2008 and 2009



	SPX	EEM	TSX
Annualized Volatility	26%	43%	32%
Total Return in US\$ 31 Dec 2006 to 17 Aug 2011	-9.24%	+22.59%	+30.85%
Correlation of Monthly Returns	SPX to EEM	SPX to TSX	TSX to EEM
	0.85	0.86	0.91

Chart: Canada_Presentation_25Aug11.xlsx
Table: ditto

Source: archerETF Portfolio Management
O Canada Presentation

A developed emerging economy



Canada is a developed market...	...with its fortunes tied to emerging market demand for its commodities
Stable, conservative government	Major oil producer, in Alberta and east coast offshore
Prudent financial market regulations and controlled bank sector	Major timber, wheat and potash producer Major gold and precious metals producer
High per capita income and relatively low income disparity	Good but low-profile relations with emerging markets
Universal public health care reduces employers' costs	Large immigrant groups

Comparing finances



Metric Latest	Canada	United States
GDP/Capita	38,900	42,700
Govt Revenue % of GDP	38%	31%
Govt Expenditure % of GDP	44%	41%
Govt Budget Deficit % of GDP	-5%	-11%
Gross Govt Debt % of GDP	84%	92%
Net Govt Debt % of GDP	32%	65%
Savings % of GDP	19%	12%
Unemployment %	8%	10%
Income Inequality GINI	0.32 (Like France)	0.45 (Like Uganda)

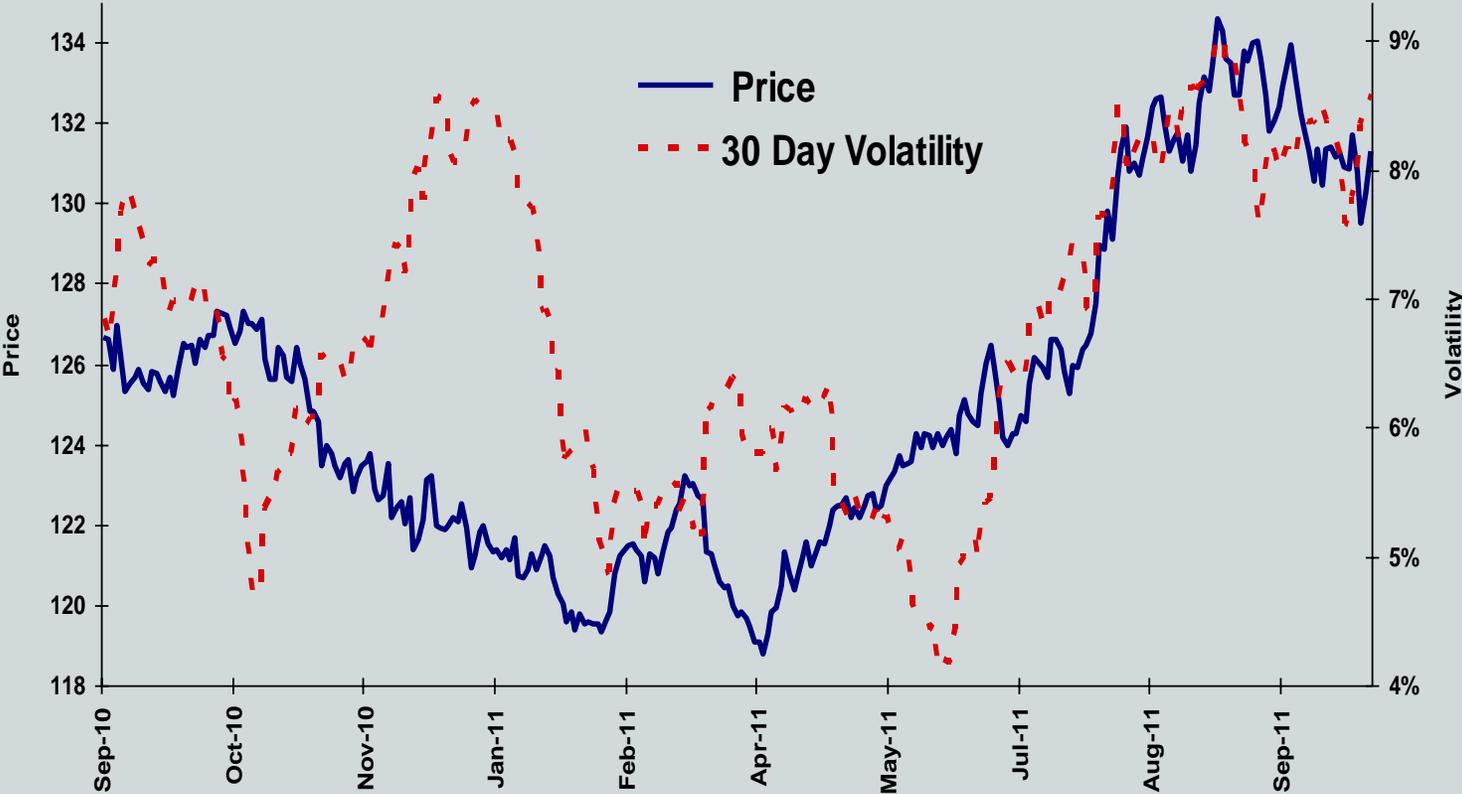
BAX Contract, 9 months



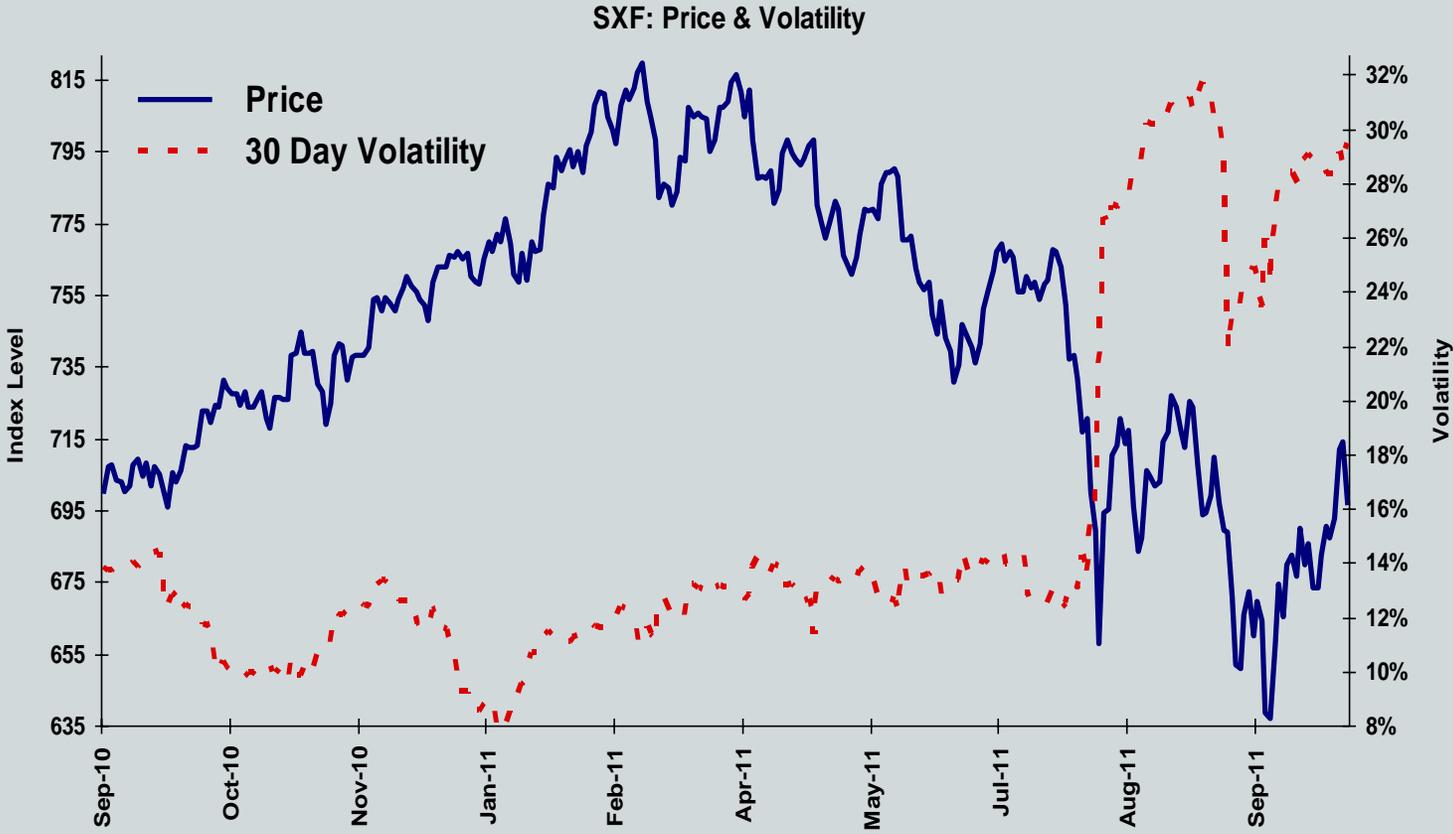
CGB Contract



CGB: Price & Volatility



SXF Contract





Key 2011 Highlights at MX

Key facts and figures



- Total volume UP 46.1% [1]
- Interest rate derivatives UP 51.5% [1]
- Equity and ETFs options UP 49.9% [1]
- Open interest UP 32.8% [2]

A year of records!

- BAX
 - Daily volume record on August 4, 2011
 - Open interest record on August 4, 2011
- Equity Options
 - Daily volume record on November 15, 2011
 - Monthly volume record in January 2011
 - Open interest record on January 21, 2011

[1] January to September 2011 compared to the same period in 2010

[2] On **September** 30th, 2011 compared to the same date in 2010

BAX - Quarterly ADV Trend



Average Daily volume



CGB - Quarterly ADV Trend



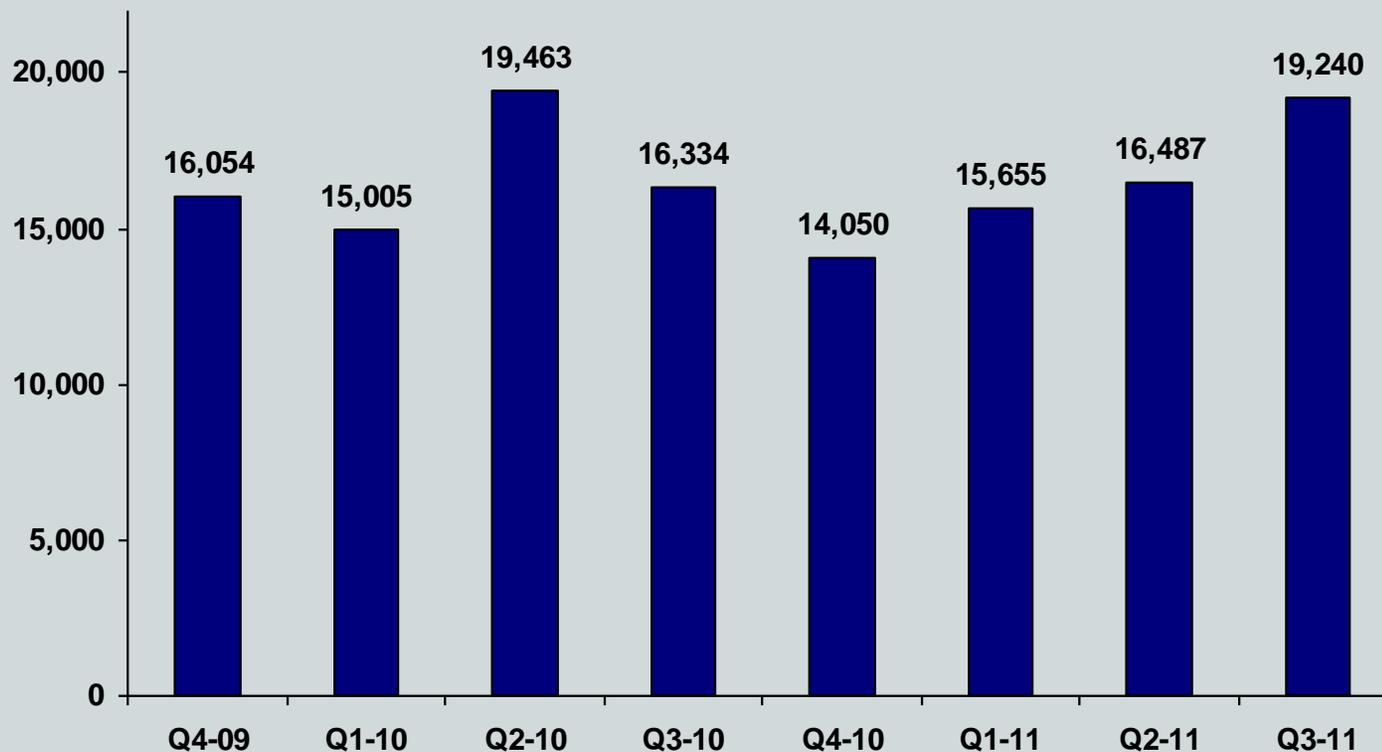
Average Daily volume



SXF - Quarterly ADV Trend



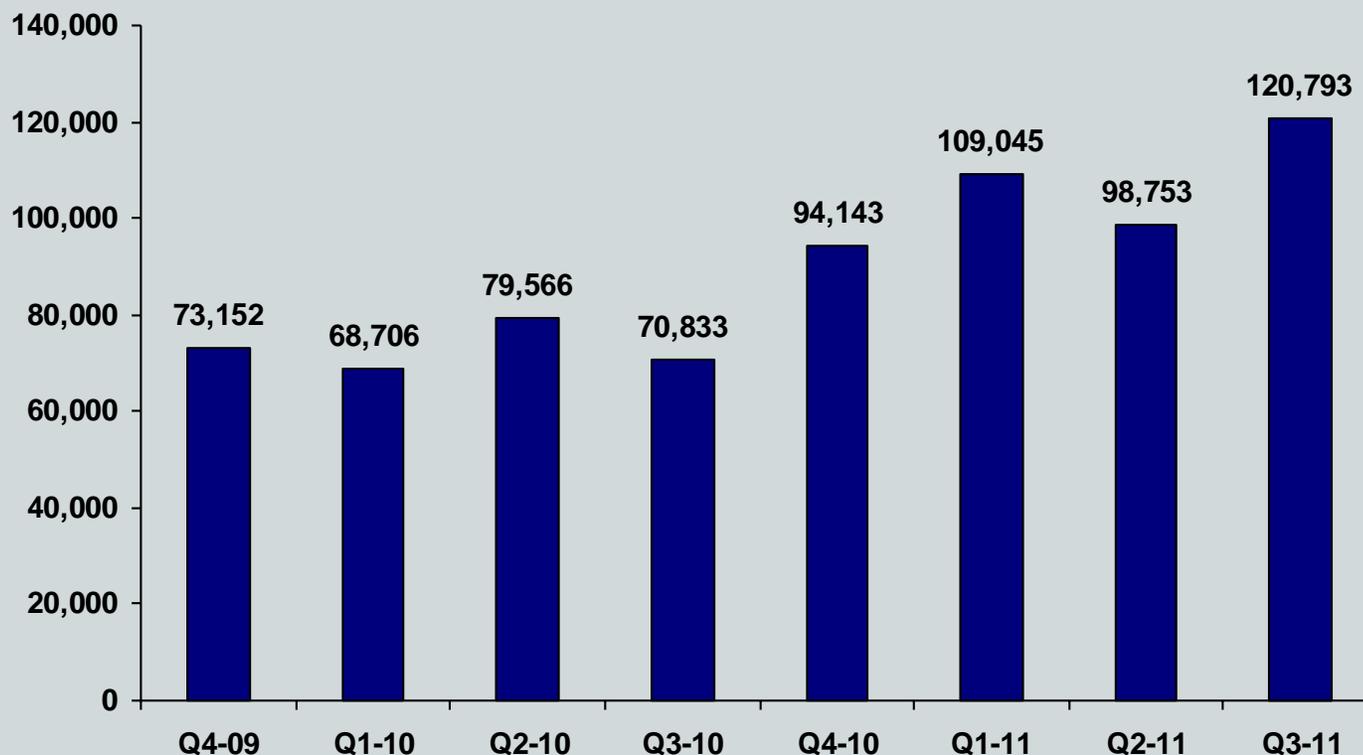
Average Daily volume



Equity & ETF Options - Quarterly ADV Trend



Average Daily volume

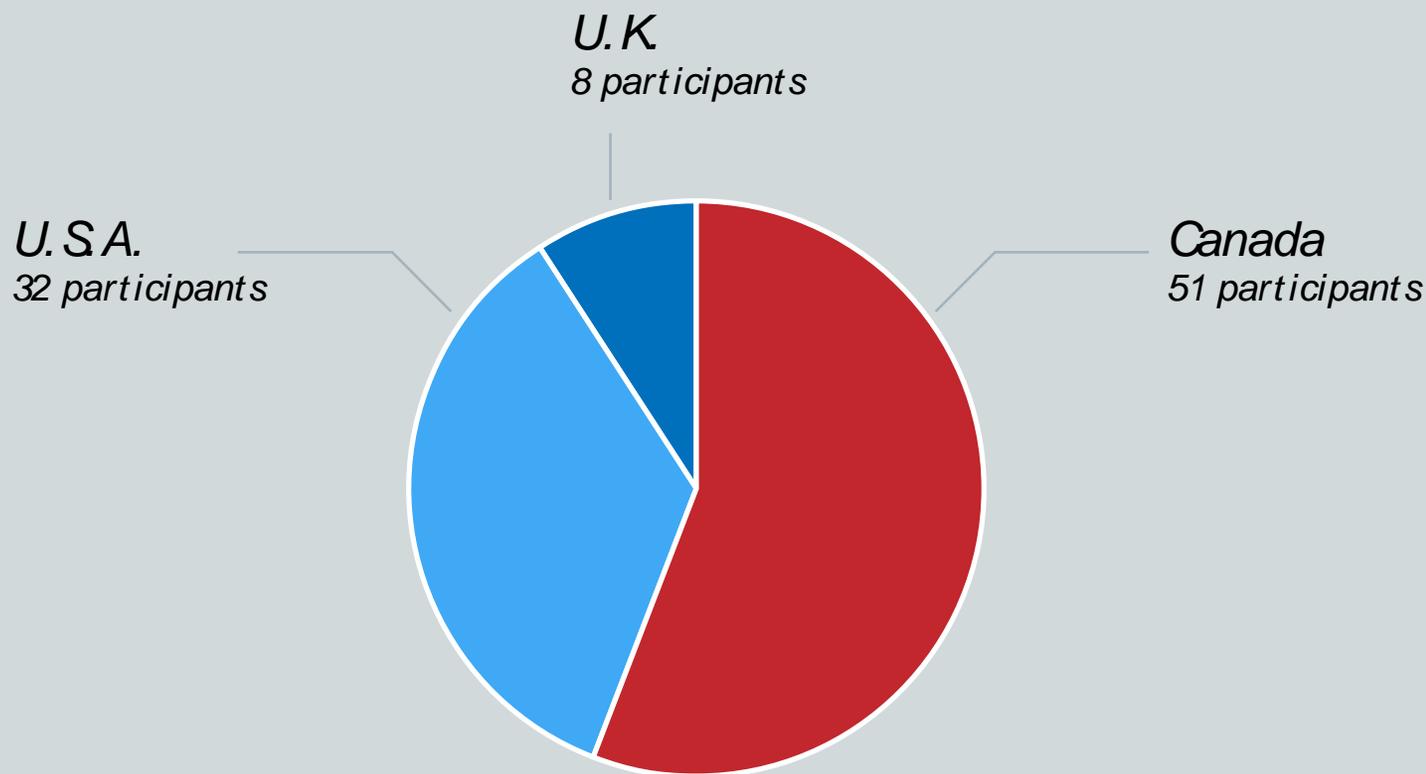


New Products



New Products	Product Details	Launch Date
S&P/TSX 60 Index Mini Futures	A quarter of the S&P/TSX 60 Index Standard Futures	May 2011
Overnight Index Swap Futures	A short term interest rate contract referenced to the Bank of Canada fixed announcement dates	Planned for January 2012
Share Futures	Futures on individual Canadian stocks	Planned for January 2012
New Equity Options Classes	51 new listings	From January 25, 2011 to November 8, 2011

MX Approved Participants



New Participants



- Jump Trading International Ltd
- Citadel Securities LLC
- Spire Europe Ltd
- Marex North America LLC
- Hudson River Trading Europe Ltd
- DV Capital LLC
- Virtu Financial BD LLC
- FCStone LLC
- Dundee Securities Ltd

Recent Functionalities and Market Changes



- Post-Trade Anonymity (April 25, 2011)
- Risk Management Tools: Drop Copy, Global Cancel and While Connected Functionalities (September 26, 2011)
- User-Defined Strategies on Futures and Options on Futures (published on October 5, 2011)
- Committed Orders Functionality (in production on November 26, 2011)
- Opening of the Options Market at 9:30 am (Q1 2012)



Key MX Initiatives for 2012

Key MX Initiatives for 2012

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- 1) Broadening our product line and improving liquidity in our core fixed income and equity offering
 - Initiatives supporting CGZ, CGF, OBX, and SXO, SXF, SXM
 - Adjusting to the evolving regulatory landscape of the OTC market
 - 2) Aggressively pursuing international clients
 - New office presence in US; extended trading hours and evolving rules for foreign access and clearing
 - 3) Investing with our distribution partners to develop the Canadian retail derivatives market
 - Online educational content, co-marketing initiatives, new retail-oriented products
 - 4) Enhancing our technology platform
 - New pre-trade risk management tools; expanding capacity and throughput; flex options functionality

Maple - The Right Path Forward



A quick update

- TMX Group's support agreement announced on October 30, 2011 to accelerate our growth, drive our innovation and improve our competitiveness on the world stage
- Maple's investors share and support the vision of the Montréal Exchange's continued international expansion directed from Montréal in trading and clearing derivatives
- Regulatory approval process underway including public hearings with targeted closing date of Q1 2012



Have a great
CADC 2011 conference!

