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TMX Equities Trading Notice

Introduction of TSX Alpha Liquidity Provider Program

We are pleased to announce the planned introduction of the TSX Alpha Liquidity Provider (ALP) program that will take effect on August 1, 2018, subject to regulatory approval.

The ALP program will provide passive liquidity providers with an opportunity to earn reductions in their per share passive fee rate for trading on Alpha when meeting the specified volume thresholds. It is intended to incent ALPs to provide quoted liquidity more continuously on Alpha throughout the day and across more symbols. This should translate into better fill rates, larger fill sizes and lower trading costs for dealers that route their active order flow to Alpha.

Specifics of the ALP program are outlined below.

TSX Alpha Exchange Liquidity Provider (ALP) Program

Approved ALPs are eligible for a reduction in their trading fees for providing liquidity on non-ETFs where their combined passive traded volume in non-ETFs on Alpha for the month exceeds the specified % of total Canadian continuous traded volume (TCCV) for the month, according to the following schedule:

	Tier 1	Tier 2	Tier 3	Tier 4	Tier 5	Tier 6	Tier 7	Tier 8
% TCCV Target	0.25%	0.50%	0.75%	1.00%	1.50%	2.25%	3.00%	3.75%
Per share reduction in liquidity providing fees for Non-ETFs	\$0.000025	\$0.00005	\$0.000075	\$0.0001	\$0.000125	\$0.00015	\$0.000175	\$0.0002

Notes:

- Applicable reduction rate is applied against all of the ALP's passive board lot volume in non-ETFs for the month.
- Only the ALP's passive traded board lot volume in non-ETFs on Alpha will be used for calculating its % TCCV.
- TCCV is calculated by Alpha and is determined based on combined Canadian continuous passive board lot trading volume in TSX-listed and TSXV-listed securities (other than ETFs, notes and debentures), excluding intentional crosses and opening and closing auctions, during standard continuous trading hours of 9:30 a.m.-4:00 p.m.
- Each ALP must be pre-approved by Alpha based on certification by the Alpha Member that the ALP trading activity represents the proprietary trading interest of an individual trader or proprietary trading desk of the Alpha Member or of one of its Electronic Access Clients.

- An ALP using more than one Trader ID may request that they be grouped together for the purposes of assessing eligibility for discounts under the ALP program. An approved request to add Trader IDs during a month will be applied at the start of the following month.
- Participation in the ALP program is subject to the execution of an ALP program agreement between TSX Alpha Exchange and the applicable TSX Alpha Exchange Member.

For more information regarding this notice, please contact the [Account Management Team](#).

Jeff Foster	(416) 947-4229
Matthew Lee	(416) 947-4665
Graham MacKenzie	(416) 947-4534
Pete Osborne	+44 7555 690 996
Jon Schneider	(416) 947-4484
Michael Tintinaglia	(416) 947-6679