



NOTICE TO MEMBERS

No. 2016 – 059

May 25, 2016

FINAL CONTRACT ADJUSTMENT Horizons ETFs HGU and HGU2 Unit Split

THE FOLLOWING INFORMATION IS PREPARED FOR THE CONVENIENCE OF CANADIAN DERIVATIVES CLEARING CORPORATION (CDCC) MEMBERS AND BOURSE DE MONTRÉAL INC. (THE BOURSE) APPROVED PARTICIPANTS. THIS DOCUMENT IS AN UNOFFICIAL SUMMARY OF CERTAIN TERMS OF THE AFOREMENTIONED ADJUSTMENT. CDCC AND THE BOURSE ACCEPT NO RESPONSIBILITY FOR THE ACCURACY OR COMPLETENESS OF THE SUMMARY. CDCC MEMBERS AND BOURSE APPROVED PARTICIPANTS MUST ENSURE THEY HAVE REVIEWED THE DOCUMENTATION PUBLISHED BY THE ISSUERS INVOLVED IN THIS CORPORATE ACTION.

The Bourse and CDCC wish to inform you that BetaPro S&P/TSX Global Gold Bull Plus Exchange Traded Fund (the “ETF”) announced on May 13, 2016 a two-for-one unit split of all its outstanding units. Each Class A unit holder on the record date of May 26, 2016 will receive, on May 27, 2016, one additional Class A unit for each Class A unit held.

The ex-distribution date will be deferred through the use of Due Bills to the first trading day following the payable date.

Unit split (HGU) - Adjustment Details:

- **EFFECTIVE DATE:** **May 30, 2016**
- **RECORD DATE:** **May 26, 2016**
- **PAYABLE DATE:** **May 27, 2016**



CDCC - Adjustment Details:

Pursuant to Terms of Adjustment provided in Section A-902 of the Rules of CDCC, all HGU options will be adjusted as follows:

- **EFFECTIVE DATE:** May 30, 2016
- **OPTIONS SYMBOL:** No change
- **NUMBER OF CONTRACTS:** Doubled
- **MULTIPLIER:** 100
- **DELIVERABLE PER CONTRACT:** 100 Class A units of Horizons BetaPro S&P/TSX Global Gold Bull Plus ETF (HGU)
- **STRIKE PRICES:** An adjustment will be made for all existing series.
- **CUSIP :** No change
- **POSITION AND EXERCISE LIMITS:** The position and exercise limits for existing series will be 500,000 contracts
The position and exercise limits for new series will be 250,000 contracts

CDCC will not adjust any outstanding escrow receipts. Members who want to maintain margin relief for all their positions will be required to deposit additional escrow receipts.

Bourse de Montréal Inc. Adjustment Details:

It is important to note that on the effective date mentioned above, all open orders on this option class **will not be automatically modified** to reflect the stock split and will therefore have to **be re-entered** into the Montreal Automated System (SAM) by the approved participants.



At the opening of business on May 30, 2016, the Bourse will adjust the strike prices for HGU series as indicated below. Please note that the table below is subject to change due to market fluctuation.

Horizons Beta Pro S&P/TSX60 Global Gold Bull Plus ETF		
Symbol	Actual Strike Prices	New Strike Prices
HGU	\$13.00	\$6.50
HGU	\$14.00	\$7.00
HGU	\$15.00	\$7.50
HGU	\$16.00	\$8.00
HGU	\$17.00	\$8.50
HGU	\$18.00	\$9.00
HGU	\$19.00	\$9.50
HGU	\$20.00	\$10.00
HGU	\$21.00	\$10.50
HGU	\$22.00	\$11.00
HGU	\$23.00	\$11.50
HGU	\$24.00	\$12.00
HGU	\$25.00	\$12.50
HGU	\$26.00	\$13.00
HGU	\$27.00	\$13.50
HGU	\$28.00	\$14.00
HGU	\$29.00	\$14.50
HGU	\$30.00	\$15.00
HGU	\$32.00	\$16.00
HGU	\$34.00	\$17.00
HGU	\$36.00	\$18.00
HGU	\$38.00	\$19.00
HGU	\$40.00	\$20.00
HGU	\$42.00	\$21.00
HGU	\$44.00	\$22.00
HGU	\$46.00	\$23.00
HGU	\$48.00	\$24.00
HGU	\$50.00	\$25.00
HGU	\$52.00	\$26.00

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Unit split (HGU2) - Adjustment Details:

- **EFFECTIVE DATE:** May 30, 2016
- **RECORD DATE:** May 26, 2016
- **PAYABLE DATE:** May 27, 2016

CDCC - Adjustment Details:

Pursuant to Terms of Adjustment provided in Section A-902 of the Rules of CDCC, all HGU2 options will be adjusted as follows:

- **EFFECTIVE DATE:** May 30, 2016
- **OPTIONS SYMBOL:** No change
- **NUMBER OF CONTRACTS:** Doubled
- **MULTIPLIER:** 20
- **DELIVERABLE PER CONTRACT:** 20 units of Horizons BetaPro S&P/TSX Global Gold Bull Plus ETF (HGU2)
- **STRIKE PRICES:** An adjustment will be made for all existing series.
- **CUSIP :** No change
- **POSITION AND EXERCISE LIMITS:** The position and exercise limits for existing series will be 500,000 contracts
The position and exercise limits for new series will be 250,000 contracts

CDCC will not adjust any outstanding escrow receipts. Members who want to maintain margin relief for all their positions will be required to deposit additional escrow receipts.



Bourse de Montréal Inc. Adjustment Details:

It is important to note that on the effective date mentioned above, all open orders on this option class **will not be automatically modified** to reflect the stock split and will therefore have to **be re-entered** into the Montreal Automated System (SAM) by the approved participants.

At the opening of business on May 30, 2016, the Bourse will adjust the strike prices for HGU2 series as indicated below. Please note that the table below is subject to change due to market fluctuation.

Horizons BetaPro S&P/TSX60 Global Gold Bull Plus ETF		
Symbol	Actual Strike Prices	New Strike Prices
HGU2	\$12.50	\$6.25
HGU2	\$15.00	\$7.50
HGU2	\$20.00	\$10.00
HGU2	\$25.00	\$12.50
HGU2	\$30.00	\$15.00

PLEASE ENSURE THAT ALL CLIENTS WHO HAVE EITHER LONG OR SHORT POSITIONS IN THIS OPTION CLASS ARE ADVISED OF THIS NOTICE.

For further information, please contact Louise Leclair, Trading Systems Analyst Market Operations, Bourse de Montréal Inc. at (514) 871-3526. Clearing members may contact the Corporate Operations Department

Glenn Goucher
President and Chief Clearing Officer

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