

**TO: Approved Participants  
Futures Contracts Principals  
Futures Traders  
Restricted Trading Permit Holders**

**February 15, 2002**

**FUTURES CONTRACTS MARGIN REQUIREMENTS AND  
INDEX PRODUCTS FLOATING MARGIN RATES**

Bourse de Montréal Inc. monitors futures margin rates and index products floating margin rates on an ongoing basis, and updates these rates when market conditions justify it. Considering the recent changes in these conditions, Bourse de Montréal Inc., in collaboration with the Canadian Derivatives Clearing Corporation ("CDCC"), has recently determined that futures contracts margin rates, in the case of speculators and hedgers, be modified as follows:

<b>FUTURES CONTRACTS</b>	<b>MARGIN TYPE</b>	<b>PREVIOUS RATE</b>	<b>NEW RATE</b>
<b>BAX</b> - Three-month Canadian Bankers' Acceptance	Speculator	<b>\$750</b>	<b>\$700</b>
	Hedger	<b>\$700</b>	<b>\$650</b>
<b>SXF</b> - S&P Canada 60 Index	Speculator	<b>\$5,700</b>	<b>\$5,100</b>
	Hedger	<b>\$5,400</b>	<b>\$4,900</b>
<b>CGB</b> - Ten-year Canadian Government Bond	Speculator	<b>\$2,400</b>	<b>\$2,300</b>
	Hedger	<b>\$2,300</b>	<b>\$2,200</b>
<b>CGF</b> - Five-year Canadian Government Bond	Speculator	<b>\$2,400</b>	<b>\$2,300</b>
	Hedger	<b>\$2,300</b>	<b>\$2,200</b>
<b>FNT</b> - Nortel Networks Corporation	Speculator	<b>26.75%</b>	<b>24.75%</b>
	Hedger	<b>23.75%</b>	<b>21.75%</b>

The following is a summary of the various margin rates for the futures contracts listed at Bourse de Montréal Inc.

<b>MARGIN TYPE</b>	<b>FUTURES CONTRACTS</b>				
	<b>BAX</b>	<b>SXF</b>	<b>CGB</b>	<b>CGF</b>	<b>FNT</b>
<b>SPECULATOR</b> <sup>1</sup> (simple position)	\$700	\$5,100	\$2,300	\$2,300	24.75 % <sup>2</sup>
<b>HEDGER</b> <sup>1</sup> (simple position)	\$650	\$4,900	\$2,200	\$2,200	21.75 % <sup>2</sup>
<b>SPREADS</b>	\$151	\$600	\$75 CGB/CGF: \$370	\$370	\$200

1. The "Speculator" designation applies to all clients, except acceptable institutions, acceptable counterparties, regulated entities and bona fide hedgers, as defined in the Rules and Policies of the Bourse.
2. The margin requirements for the FNT are defined as a percentage and must be applied by using the futures contract settlement price.

Circular no.: 023-2002

In regards to index products floating margin rates, the following rates have been determined:

<b>FLOATING MARGIN RATE</b>	<b>PREVIOUS RATE</b>	<b>NEW RATE</b>
Basket of S&P/TSE 60 Index Securities	6.75%	6.25%
S&P/TSE 60 Index Participation Units	6.25%	6.00%

These new margin requirements **are effective today.**

For further information, please contact Frank Barillaro, Senior Analyst, Market Surveillance, Regulatory Division, at (514) 871-4949, extension 240.

Jacques Tanguay  
Vice-President, Regulatory Division