



CIRCULAR
June 20, 2003

**POSITION LIMITS OF THE BAX FUTURES CONTRACT
AMENDMENTS TO ARTICLE 15508**

On April 3, 2003, Bourse de Montréal Inc. (the “Bourse”) issued circular 034-2003 to request comments on proposed amendments to article 15508 of its Rules concerning the position limits applicable to the Three-Month Canadian Bankers’ Acceptance futures contract (“BAX”).

The Commission des valeurs mobilières du Québec approved the proposed amendments without any changes.

Therefore, considering the evolution of the market conditions, the Bourse is modifying the position limits applicable to the BAX futures contract to harmonize them with those applicable to the Ten-Year Government of Canada Bond futures contract (“CGB”) and to have the same position limits apply to both speculators and hedgers. These modifications are effective immediately.

For further information, please contact Mr. Jacques Tanguay, Vice-President, Regulatory Division at (514) 871-3518 or by e-mail at jtanguay@m-x.ca.

Joëlle Saint-Arnault
Vice-President, Legal Affairs and Secretary

Circular no.: 088-2003
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15508 Position Limits

(22.04.88, 08.09.89, 30.12.93, 07.04.94, 20.06.03)

The maximum number of net long or net short positions in all contract months combined in Canadian bankers' acceptance futures contracts which a person may own or control in accordance with article 14156 shall be as follows:

the greater of 4,000 contracts or of such a limit to be established and published on a monthly basis by the Bourse based on 20% of the average daily open interest for all Canadian bankers' acceptance futures contracts during the preceding three calendar months

or such other position limits as may be determined by the Bourse.

In establishing position limits, the Bourse may apply specific limits to one or more rather than all approved participants or clients, if deemed necessary.

For positions involving options on Canadian Bankers' Acceptance Futures, this rule is superseded by article 6651.