



**TO: Approved Participants
Registered Options Principals
Options Traders
Futures Contracts Principals
Futures Traders**

December 10, 2002

**MODIFICATIONS TO THE ELIGIBLE PORTIONS
APPLICABLE TO THE EXECUTION OF CROSSES**

In accordance with the Procedures for the Execution of Crosses on SAM, Bourse de Montréal Inc. (the Bourse) approved modifications to the eligible portions applicable to the execution of crosses for options on Three-month Canadian Bankers' Acceptance Futures (OBX), Sectorial Futures and Single Stock Futures.

The object of these modifications is to adjust the eligible portion upon which crosses are permitted according to article 6380 of Rule Six of the Bourse, while complying with the priority of bids and offers.

Effective on December 16, 2002, approved participants will be permitted to execute crosses on the above mentioned products provided the quantity of the trade is equal or above the following eligible portion:

Sectorial Futures	100 & more contracts
Single Stock Futures	100 & more contracts
Options on Three-month Canadian Bankers' Acceptance Futures (OBX)	200 & more contracts

If an approved participant has a cross order between the bid and ask that is equal or above the eligible portion established for the contract he can;

- A) contact the Market Monitoring Department at (514) 871-7871 which will enter the order manually into SAM, until a specific system function is made available.
- B) enter one side of the order and instantaneously trade against it if he wishes that the trade be executed directly on the market (with the possibility of execution risk).

Circular no.: 164-2002

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The procedures will be modified from time to time in order to take into account the evolution of the trading environment and operational practices. Bourse de Montréal Inc. will issue a circular each time a cross order threshold level will be established or modified for a product.

For additional information, please communicate with Richard Bourbonnière, Vice-President - Market Operations, at (514) 871-3548.

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