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<input checked="" type="checkbox"/>	Trading – Equity and Index Derivatives	<input type="checkbox"/>	Technology
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CIRCULAR
May 6, 2004

FUTURES CONTRACT MARGIN REQUIREMENTS AND INDEX PRODUCTS FLOATING MARGIN RATES

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

FUTURES CONTRACTS	MARGIN TYPE	PREVIOUS RATE	NEW RATE
ONX - 30-Day Overnight Repo Rate	Speculator	\$800	\$850
	Hedger	\$700	\$800
BAX - Three-month Canadian Bankers' Acceptance	Speculator	\$550	\$550
	Hedger	\$500	\$500
CGZ - Two-year Canadian Government Bond	Speculator	\$550	\$550
	Hedger	\$500	\$500
CGB - Ten-year Canadian Government Bond	Speculator	\$2,000	\$2,000
	Hedger	\$1,900	\$1,900
SXF - S&P/TSX 60 Index	Speculator	\$4,200	\$4,300
	Hedger	\$4,000	\$4,100
SXA - S&P/TSX Capped Gold Index	Speculator	\$4,100	\$4,100
	Hedger	\$3,900	\$3,900
SXB - S&P/TSX Capped Financials Index	Speculator	\$800	\$1,200
	Hedger	\$700	\$1,100
SXH - S&P/TSX Capped Information Technology Index	Speculator	\$1,800	\$1,900
	Hedger	\$1,700	\$1,800
SXY - S&P/TSX Capped Energy Index	Speculator	\$1,900	\$2,000
	Hedger	\$1,800	\$1,900
FNT - Nortel Networks Corporation	Speculator	26.75%	34.93%
	Hedger	23.75%	31.75%

Circular no.: 059-2004

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

MARGIN TYPE	INDEX AND EQUITY FUTURES CONTRACTS					
	SXF	SXA	SXB	SXH	SXY	FNT
SPECULATOR ¹ (simple position)	\$4,300	\$4,100	\$1,200	\$1,900	\$2,000	34.93% ²
HEDGER ¹ (simple position)	\$4,100	\$3,900	\$1,100	\$1,800	\$1,900	31.75% ²
SPREADS	\$350	\$100	\$100	\$100	\$100	\$5

MARGIN TYPE	INTEREST RATE FUTURES CONTRACTS			
	ONX	BAX	CGZ	CGB
SPECULATOR ¹ (simple position)	\$850	\$550	\$550	\$2,000
HEDGER ¹ (simple position)	\$800	\$500	\$500	\$1,900
SPREADS	\$132	\$145	\$200	\$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.

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

FLOATING MARGIN RATE	PREVIOUS RATE	NEW RATE
Basket of S&P/TSX 60 Index Securities	4.75%	5.00%
S&P/TSX 60 Index Participation Units	4.75%	5.25%

These new margin requirements **will be effective on Monday, May 10, 2004.**

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