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| <input checked="" type="checkbox"/> | Trading – Interest Rate Derivatives | <input type="checkbox"/> | Back-office - Options |
| <input checked="" type="checkbox"/> | Trading – Equity and Index Derivatives | <input type="checkbox"/> | Technology |
| <input checked="" type="checkbox"/> | Back-office – Futures | <input type="checkbox"/> | Regulation |
| | | <input checked="" type="checkbox"/> | MCeX |

CIRCULAR
July 9, 2008

POSITION LIMITS – FUTURES CONTRACTS AND OPTIONS ON FUTURES CONTRACTS

Bourse de Montréal Inc. (the Bourse) establishes and publishes on a monthly basis the position limits for all futures contracts in accordance with articles 15508, 15608, 15708, 15758, 15809, 15908 and 15938 of the Rules of the Bourse and for options on futures contracts in accordance with subparagraph B) 4 of article 6651 of the Rules of the Bourse. You will find below the new position limits for the futures contracts and options on futures contracts listed at the Bourse, indicated as a number of contracts (ctr.) for all net long or net short positions in all contract months combined. These new limits **are effective immediately**.

| FUTURES CONTRACTS AND OPTIONS ON FUTURES CONTRACTS | POSITION LIMITS | |
|---|--------------------|--------------------|
| | Speculator | Hedger |
| BAX/OBX¹ – Three-month Canadian Bankers’ Acceptance | 65,000 ctr. | 65,000 ctr. |
| LGB – Thirty-year Government of Canada Bonds | 4,000 ctr. | 4,000 ctr. |
| CGB/OGB¹ – Ten-year Government of Canada Bonds | 46,500 ctr. | 46,500 ctr. |
| CGZ – Two-year Government of Canada Bonds | 4,000 ctr. | 4,000 ctr. |
| SXF – S&P/TSX 60 Index | 30,000 ctr. | 30,000 ctr. |
| ONX – 30-Day Overnight Repo Rate | 5,000 ctr. | 7,000 ctr. |
| SXA-SXB-SXH-SXY – S&P/TSX Capped Sectorial Indices | 20,000 ctr. | 20,000 ctr. |
| MCX - Carbon Dioxide Equivalent (CO ₂ e) Units | 4,000 ctr. | 4,000 ctr. |

1. For position limit purpose, positions in options on futures contracts must be aggregated with the underlying futures contract positions. For aggregation purposes, one option contract is equivalent to one futures contract.

You will find below a reminder of the gross position levels over which reporting is required by the Bourse, in such form and in such manner as prescribed by the Bourse, in accordance with articles 15509, 15609, 15709, 15759, 15810, 15909 and 15939 of the Rules for futures contracts and in accordance with article 6654 of the Rules for options on futures contracts.

Important Notice: In order to facilitate the processing of position reports filed with the Bourse, approved participants are reminded that they must submit their position reports within 48 hours following the close of the 2nd and 4th business day of each week.

Circular no.: 108-2008

| FUTURES CONTRACTS AND OPTIONS ON FUTURES CONTRACTS | REPORTING THRESHOLDS |
|---|---------------------------------|
| BAX/OBX¹ - Three-month Canadian Bankers' Acceptance | 300 ctr. |
| LGB - Thirty-year Government of Canada Bonds | 250 ctr. |
| CGB/OGB¹ - Ten-year Government of Canada Bonds | 250 ctr. |
| CGZ - Two-year Government of Canada Bonds | 250 ctr. |
| SXF - S&P/TSX 60 Index | 1,000 ctr. |
| ONX - 30-Day Overnight Repo Rate | 300 ctr. |
| SXA-SXB-SXH-SXY - S&P/TSX Capped Sectorial Indices | 500 ctr. |
| MCX - Carbon Dioxide Equivalent (CO ₂ e) Units | 250 ctr. |

1. To determine if the reporting limit has been reached, positions in options on futures contracts must be aggregated with the underlying futures contract positions. For aggregation purposes, one option contract is equivalent to one futures contract.

For further information, please contact Mr. Santo Ferraiuolo, Market Analyst, Regulatory Division, at 514 871-4949, extension 413, or by e-mail at sferraiuolo@m-x.ca.

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