

NOTICE TO MEMBERS



CANADIAN DERIVATIVES
CLEARING CORPORATION

CORPORATION CANADIENNE DE
COMPENSATION DE PRODUITS DÉRIVÉS

NOTICE TO MEMBERS
No.2002-078
July 30, 2002

CONTRACT ADJUSTMENT

TRIZECHAHN CORPORATION. (TZQ) Cash Adjustment

Further to the Notice to Members No. 2002-053, on May 24, 2002, Canadian Derivatives Clearing Corporation (CDCC) has been informed that the holders of Exchange Certificates that are not properly exchanged before the expiration planned for August 5, 2002, will receive their pro rata share of the net proceeds from the sale of the common stock of Trizec Properties, Inc. underlying the expired Exchange Certificates.

Therefore, the New Deliverable Per Contract on TZQ options will be as follows:

New Deliverable
Per Contract:

- 1) 89 TZC – Trizec Canada subordinate voting shares (100 x 0.89731519);
- 2) **Cash amount in lieu of 10 Trizec Properties Exchanges Certificates (100 x 0.10268481);**
- 3) The cash in lieu amount for the Trizec Canada shares is unchanged (C\$18.36 in Cash in lieu of 0.731519 of TZC);
- 4) The cash in lieu amount for the Exchange Certificates is unchanged (C\$6.74 in Cash in lieu of 0.268481 of XTR).

* Cash settlement in TZQ options will take place through CDCC's cash settlement system. The cash portion of the deliverable will remain permanently fixed as part of the option deliverable, and will not vary with price changes of securities also included in the deliverable.

CDCC will issue a new notice as soon as the rate for the Exchange Certificates is determined.

PLEASE ENSURE THAT ALL CLIENTS WHO HAVE EITHER LONG OR SHORT POSITIONS IN THIS CLASS ARE ADVISED OF THIS NOTICE.

For further information, please contact your local CDCC office.

Michel Favreau
Senior Vice-President and
Chief Clearing Officer