



NOTICE TO MEMBERS

No. 2006 - 111

October 5, 2006

Rule Amendment

CDCC Rule B-3

The above Rule amendment was approved by the Board of Directors of Canadian Derivatives Clearing Corporation (CDCC) and by the Autorité des marchés financiers (decision 2006-OAR-0023). This amendment is effective immediately.

A brief description of the amendment is provided below. This amendment has been incorporated in the version of the Rules available on CDCC's web site (www.cdcc.ca).

Rule B-3, Section B-307 – Expiration Date Exercise Procedure

Within the INTERPRETATION AND POLICIES part, the automatic expiry thresholds are specified. These have been lowered to \$0.05 for client accounts and to \$0.05 for Member Firms and Multipurpose accounts. **It must be noted that this change applies to Equity, Index Participation Units and Bond Options.**

Please note that this change will be operationally implemented beginning with the October 2006 expiry.

For any question or clarification, CDCC Clearing Members may contact the CDCC Operations Department.

Michel Favreau
Senior Vice-President and Chief Clearing Officer