

September 29, 2008
052/2008-DP

CIRCULAR LETTER

To: The Clearing Members, Brokerage Houses and All Other BM&FBOVESPA Market Participants

Re.: **Launch of the System for Routing Orders from the CME Group (Globex) to BM&BOVESPA (GTS) on September 30, 2008.**

We hereby inform you that, on September 26, 2008, the Commodity Futures Trading Commission (CFTC), the US derivatives market regulatory body, granted the authorization required for the launch of the system for routing orders from the CME Group (Globex) to BM&FBOVESPA (GTS).

In view of this fact and considering that BM&FBOVESPA and the CME Group have concluded the process of connection between their electronic trading platforms, we will authorize, as of September 30, 2008, the utilization of the Globex system to visualize, in real time, the GTS market data (order book information) and also send orders for the contracts traded through that system.

The technical and operational characteristics of the order routing system developed by BM&FBOVESPA and the CME Group, as well as the procedures to be followed by the order routing participants, are described in Circular Letter 045/2008-DP, of September 4, 2008.

1. Trading Restrictions Applicable to Investors Residing in the United States of America

Trading of derivatives based on the Ibovespa and IBrX-50 indices by investors residing in the United States depends upon specific CFTC authorizations, which require separate requests to be submitted.

BM&FBOVESPA has already submitted to the CFTC the requests required to obtain said authorizations, which the Exchange expects to receive soon.

Therefore, investors residing in the United States will only be authorized to trade derivatives based on the aforementioned equity indices upon the granting of said authorizations.

2. List of Contracts Authorized for Globex-to-GTS Order Routing

On its website, the Exchange will maintain a complete list of the contracts that will be allowed to be traded via the order routing system by investors residing in the United States.

The new contracts to be launched by the Exchange will only be allowed to be traded via order routing by investors residing in the United States upon prior approval by the CFTC.

The Brazilian brokerage houses that provide services to customers residing in the United States will be responsible for ensuring that the aforementioned restrictions are complied with and the appropriate control mechanisms are implemented. Without prejudice to other precautions that may be required, one possible way to fulfill that

responsibility would be to attribute null limits to the customers for trading the aforementioned contracts.

3. **Supervision and Monitoring**

The brokerage houses must supervise and monitor the flow of orders routed by their customers and the trades carried out by them. To this end, the brokerage house systems must be adequately prepared for the receipt of the information related to those orders, including the possibility of their cancellation and alteration. The available alternatives and the contingency systems are described in Circular Letter 045/2008-DP.

4. **Pre-trading Risk Management – Utilization of the Brokerage House Tool**

The brokerage house that opts for the utilization of a different risk assessment tool than that offered by BM&FBOVESPA (GTSLiNe) must be certified by the Exchange in relation to the processes of routing orders to its infra-structure, re-inserting orders on the Exchange's systems and updating the status for Globex users.

5. **Master Account Indication, PLD Assignment and Give-up**

We emphasize that the trades originated from order routing will be automatically indicated/allocated to a master account, PLD or give-up, provided that such indication has been properly registered on the Participant Registration System (CP) for the purpose of the participant identification mapping (and, consequently, to identify the holder/destination of the indicated/given up trades), as described in the Annex to Circular Letter 045/2008-DP.

6. **Participant Identification Mapping – Globex Code**

We hereby inform you that the routing participant's Globex Code to be registered on the Participant Registration System (CP) for the purpose of the participant identification mapping must correspond to the bytes 4, 5 and 6 of the information contained in tag 49 of the FIX message, instead of the first six bytes of tag 49, as previously informed in the Annex of Circular Letter 045/2008-DP.

7. **BM&FBOVESPA Control Centers (CCB)**

The CCB will provide support through the telephone (011) 800-222-47687 (valid in the United States) and the landline telephone (55 11) 3119-2333, and the following e-mail addresses centrodecontrole@bmf.com.br or controlcenter@bmf.com.br.

Trading via the Globex-to-GTS routing consists of a DMA model, and is therefore subject to the BM&FBOVESPA rules for DMA, pursuant to Circular Letters 021/2008-DP, of July 8, 2008, and 033/2008-DP, of August 20, 2008.

Further information may be obtained through the following e-mail: centrodecontrole@bmf.com.br.

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