

Date: January 21, 2000

To: Members and Member Firms

From: Market Performance Committee

Re: Modified Bid/Ask Differentials

Due to the volatility in the underlying stocks and other factors affecting both the options and the underlying, the Market Performance Committee ("Committee"), by its authority under the provisions of Exchange Rule 8.7(b)(iv), has temporarily established modified bid/ask differentials in the option series of the following option classes. Additionally, the Committee has determined that the provision of Rule 8.7 Interpretation .02 (b) will not apply to the classes for the period of time the above exemption was granted. This relief is granted from the opening of business on January 20, 2000 through the February 2000 Expiration Cycle unless withdrawn by the MPC prior to that time.

The Committee will continue to monitor the activity in the underlying securities of these options, and will modify the bid/ask differentials in the respective options accordingly.

Any questions regarding this memorandum should be directed to Daniel Hustad at (312) 786-7715.

Bid/Ask Relief is granted as follows:

DPM	Class	Name	Relief Granted
Apollo Partners, L. P.	CQF	COLT Telecom Group plc - ADR	Double
Arbitrade, L.L.C.	RCQ	Broadcom, Inc.	Double
Athena Trading, L.L.C.	DUL	Liberty Digital, Inc.	Double
BE Partners	GQI	Go2Net, Inc.	Double
	UQD	JDS Uniphase	Double
	PUP	Puma Technology, Inc.	Double
Beartooth Capital, L.L.C.	NOK	Nokia Corporation	Double
	YHQ	YAHOO! Inc.	Double
	YHQ	YAHOO! Inc. LEAPS	Triple
Botta Trading - Lacerta	QTD	DoubleClick, Inc.	Double
Botta Trading- Scorpius	UML	Emulex Corporation	Double
Brown Trading Group	ENZ	Enzo Biochem	Double
	OQE	Ortel Corporation	Double
Calusa L.L.C.	QAQ	Qualcomm Inc.	Double
Copper Trading, J.V.	UMT	Stamps.com, Inc.	Double
Eclipse J.V.	QVB	Broad Vision, Inc.	Double
	QKW	CNET Inc.	Double
	TIU	Tibco Software, Inc.	Double
DPM	Class	Name	Relief Granted
Felt Trading L.P.	IRU	Ariba, Inc.	Double

	QPE	Sapient Corporation	Double
G Bar L.P.	QUM	Micromuse, Inc.	Double
	NYZ	NetGravity, Inc.	Double
Geneva DPM, L.L.C.	BRQ	BEA Systems, Inc.	Double
	XSQ	Citrix System	Double
	EUG	Internet Capital Group	Double
Group One Trading, L.P.	BBQ	Business Objects	Double
	KEQ	Check Point Software Technology Ltd.	Double
Heartland TFM, L.L.C.	IUJ	Internet Initiative of Japan ADR	Double
Hiland Capital I, L.L.C.	LMQ	LAM Research Corporation	Double
ING TT&S (U.S.) Securities	UER	VerticalNet, Inc.	Double
Johnson Trading JV	UBF	Brocade Communications	Double
	IDQ	IDEC Pharmaceuticals	Double
KFT DPM, L.L.C.	JNQ	Network Solutions, Inc.	Double
Letco DPM, L.P.	QXB	eBay Inc.	Double
	UMC	Phone.com, Inc.	Double
Midwest Partners, L.L.C.	SUH	Digital Island	Double
	EZQ	Electronic Arts	Double
OTA Limited Partnership	INX	CBOE Internet Index	Triple
	MEX	CBOE Mexico Index	Double
	OIX	CBOE Oil Index	Double
	ECM	Dow Jones Internet Commerce Index	Triple
	DUX	Dow Jones Utility Average	Double
	GHA	GSTI Hardware Index	Double
	GSM	GSTI Semiconductor Index	Double
	MXJ	IPC Index Options	Double
	BIX	S&P Banks Index	Double
	RLX	S&P Retail Index	Double
PEAK6 Capital Management, L.L.C.	JUP	Juniper Networks	Double
	HHH	The Internet Holders Trust Index	Double
Platinum Trading, L.L.C.	HQU	Zixit Corp.	Double
Saliba Partners, L.L.C.	FQI	Gilat Satellite Networks Ltd.	Double
	GQP	Peregrine Systems, Inc.	Double
Spear, Leeds & Kellogg	SFE	Safeguard Scientific	Double
DPM Susquehanna Investment Group	EVU	E-TEK Dynamics, Inc.	Double
	Class Name		Relief Granted
	RUC	Commerce One, Inc.	Double
	QGC	CMGI, Inc.	Double

	QYK	Inktomi Corporation	Double
	UPO	United Pan-Europe Communications	Double
Timber Hill, L.L.C.	TXX	CBOE Technology Index	Double
	GIN	Goldman Sachs Internet Index	Triple
	UIN	LeapsWireless International, Inc.	Double
	CRA	PE Celera Genomics	Triple
ZH Partners, J.V.	MQM	Metricom, Inc.	Double

Replaces Regulatory Circular 99-230

MPCJANRLF0120