



Regulatory Circular RG02-31

Date: May 10, 2002

To: Members and Member Organizations

From: SPX Floor Procedure Committee

RE: Minimum Increment for Bids and Offers on Spread,
Straddle and Combination Orders in SPX Options

The SEC recently approved a change to Rule 6.42, *Minimum Increments for Bids and Offers*, to require that bids and offers on spread, straddle or combination orders in options on the S&P 500 Index ("SPX") be expressed in decimal increments no smaller than \$0.05. Box spreads are specifically excluded from this requirement.

If you have any questions concerning this circular, please contact Jaime Galvan, Legal Division at x7058, or any member of the SPX Floor Procedure Committee.