



Regulatory Circular RG02-68

DATE: August 14, 2002

TO: Members and Member Firms

FROM: Market Operations Department

RE: Restrictions on Transactions in
US Airways Group, (U)

Trading in US Airways Group (U) common stock on the New York Stock Exchange (NYSE) and trading in U options on CBOE was halted on August 9, 2002 and the NYSE subsequently suspended trading in U common stock.

Trading on the CBOE in existing series of U options will re-open on August 15, 2002 subject to the following restrictions. Only closing transactions may be effected in any series of U options, except for (i) opening transactions by market-makers executed to accommodate closing transactions of other market participants and (ii) opening transactions by CBOE member organizations to facilitate the closing transactions of public customers executed as crosses pursuant to and in accordance with CBOE Rule 6.74(b) or (d). Pursuant to Rule 8.51, floor officials have determined that all series of U options are in non-firm mode. In addition, U will not be traded on RAES.

The execution of opening transactions in U options, except as permitted above, and/or the misrepresentation as to whether an order is opening or closing, will constitute a violation of CBOE rules, and may result in disciplinary action.

There are no restrictions in place with respect to the exercise of U options and the Options Clearing Corporation (OCC) has advised CBOE that the expiration of U options will remain subject to OCC's Exercise-by-Exception Procedures.

The provisions of this circular apply to any options on US Airways Group traded on CBOE, including any US Airways Group series with a different option symbol than U.

Any questions regarding this circular may be directed to Kerry Winters at (312) 786-7312 or Mike Felty at (312) 786-7504.