

Date: April 2, 2004
To: The Membership
From: Financial Planning Committee
Subject: **Prospective Fee Reduction Program April through June 2004**

In recognition of high trading volume and positive financial results for the first nine months of this fiscal year, on April 1, 2004 the Board of Directors approved a Financial Planning Committee recommendation to continue the Prospective Fee Reduction Program during the months of April through June 2004, subject to SEC approval.

Specifics of the program are as follows:

<u>Fee</u>	<u>Standard Rate</u>	<u>Rate April – June</u>
Market-Maker ¹ Trans. Fee (excluding Dow Jones indices)	\$.19	\$.17
Dow Jones Indices Market-Maker Trans. Fee	\$.29	\$.27
Floor Brokerage Fee	\$.04	\$.037

The above Market-Maker rates do not include a \$.05 trade match fee assessed to all market maker contracts.

Please call Don Patton at 312-786-7026 if you have any questions.

¹ The Prospective Fee Reduction program applies to transactions by CBOE Market-Makers, as defined in CBOE Rule 8.1.