

Regulatory Circular RG05-01

Date: January 3, 2005  
To: The Membership  
From: Office of the Chairman  
Subject: Fee Reductions for January 2005

CBOE averaged approximately 1,410,000 contracts per day (CPD) during the period July through December 2004.

Per the Prospective Fee Reduction Program, Market Maker and DPM transaction fees and floor brokerage fees will be reduced by 15% per contract from standard rates during January 2005.

| <b><u>Fee</u></b>                             | <b><u>Standard<br/>Rate</u></b> | <b><u>Jan. '05<br/>Rate</u></b> |
|---|---------------------------------|---------------------------------|
| Equities Market Maker Trans. Fee              | 22 cents                        | <b>18.7 cents</b>               |
| Equities DPM Trans. Fee                       | 12 cents                        | <b>10.2 cents</b>               |
| QQQ & Indexes Market Maker/DPM Trans. Fee (1) | 24 cents                        | (1) <b>20.4 cents</b>           |
| Floor Brokerage Fee                           | 4 cents                         | <b>3.4 cents</b>                |

(1) Above rates exclude a license fee surcharge for the following products:

- Dow Jones indexes – 10 cents
- Russell 2000 (RUT) cash settled index – 40 cents
- MNX – 10 cents

Please call Ermer Love (312-786-7032) or Don Patton (312-786-7026) if you have any questions.