



Regulatory Circular RG10-82

To: Trading Permit Holders

From: Legal Division
Market Quality Assurance Department

Date: July 7, 2010

Subject: Expansion of \$1 Strike Program

The SEC has accelerated the operative delay of CBOE's proposal (which is now in effect) to expand the \$1 Strike Program to allow CBOE to select a total of 150 individual stocks on which option series may be listed at \$1 strike price intervals. Previously, CBOE was limited to 55 picks.

The existing restrictions on listing \$1 strikes continue -- no \$1 strike price may be listed that is greater than \$5 from the underlying stock's closing price in its primary market on the previous day, or that would result in strike prices being \$0.50 apart, except that strike prices of \$2, \$3 and \$4 are permitted within \$0.50 of an existing strike price for classes also selected to participate in the \$0.50 Strike Program.

If you have any questions or would like to suggest that a particular option class be included in the \$1 Strike Program, please contact Allison Kile, Market Quality Assurance Department, at (312) 786-7210, or kilea@cboe.com.