The ChicagoBoard Options Exchange

LaSalle at Van Buren
Chicago, Illinois 60605 312 786-5600

Regulatory Circular RG-90-32

To: The Membership

From: Membership Department

Date: May 21, 1990

Subject: Inactive Nominee Status/Special Members

To accommodate member firms and individual members who have used the expiring special memberships to facilitate personnel changes and absences by switching nominees from special to regular memberships, a new "inactive nominee status" has been created. The purpose of this status is to provide a "parking space" for approved nominees who would be immediately available to replace effective nominees in the event of unexpected illness, vacations or other absences. The cost of maintaining this "parking space" is equal to member dues and will be billed quarterly. A status change fee of $100 will be charged when a nominee switches from the inactive to effective status. It should be noted that this switching fee is currently being reviewed and is subject to change.

An inactive nominee will not have access to the trading floor unless such access is acquired through another capacity such as employment as a clerk.

To apply for a "parking space" for inactive nominees, members should contact the Membership Department, 6th floor. A "parking space" application must be submitted together with a check for $167 to cover the month of June (1/3 of $500 quarterly dues). Only one inactive nominee may be placed in each "parking space" that is purchased.

Inactive nominees may remain in this "parking space" for a maximum of six consecutive months. If a nominee does not become an effective member and has remained in the inactive status for six months, his "approved" status will be terminated.

To change the status of a nominee from inactive to effective will require written notification to the Membership Department accompanied by the $100 status change fee.

It should be noted that nominees currently on special memberships will <u>not</u> automatically be placed in the above-described inactive nominee status. Special members have six (6) months after expiration of special memberships on June 1, 1990 to become effective members or inactive nominees or their status at CBOE will totally terminate.

Any questions may be directed to Rae Tapia (786-7452).