

Regulatory Circular No. #93-56

Date: October 21, 1993

To: Members and Member Firms

From: The Market Performance and Equity Floor Procedure Committees

Re: Options on CBS Inc. (CBS) and Capital Cities/ABC (CCB)

The Market Performance Committee (MPC), by its authority under the provisions of Exchange Rule 8.7(b)(iv), has temporarily established modified bid/ask differentials in the CBS Inc. (CBS) and Capital Cities/ABC (CCB) option classes. Until further review, markets in all CBS and CCB option series may be made as wide as the markets in the respective underlying securities on their principal exchange.

Additionally, in CBS options only, The Market Performance Committee, by authority of Exchange Rule 8.51(c), is temporarily modifying the crowd's obligation to honor disseminated markets in the two front expiration months for ten contracts. The Committee is stipulating that disseminated markets in CBS options, for the front two expiration months, are firm for either ten contracts or for the number of contracts represented by the size of the market in the underlying security on the principal exchange, whichever is less. The Equity Floor Procedure Committee, as allowed under Exchange Rule 6.8(e), is temporarily suspending RAES operation in CBS options only.

Any Questions regarding this memorandum may be directed to Daniel Hustad at (312) 786-7715.