

Regulatory Circular RG96-14

Date: January 19, 1996

To: Members and Member Firms

From: Market Performance Committee

Re: Options on U.S. Robotics, Inc. (UQX)

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 U.S. Robotics, Inc. (UQX) option class. Until the close of business on Friday, February 16, 1996, markets in out-of-the-money UQX options that are bid for less than \$2 may be quoted as wide as 1/2 point. Options that are bid for \$2, but do not exceed \$5, may have posted markets no more than 5/8 point wide, and options that are bid over \$5 but not over \$10, may have posted markets up to 3/4 point wide. Regardless of the above maximum allowable bid/ask differentials, the Market Makers in UQX options have committed to filling orders at prices that will meet or exceed the prices obtainable on a competing exchange.

The Market Performance Committee will continue to monitor the activity in the underlying security of UQX options, and will modify the bid/ask differentials in the respective options accordingly.

Any questions regarding this memorandum should be directed to Daniel Hustad at (312) 786-7715