

Regulatory Circular #98-99

Date: September 18, 1998
To: Members and Member Firms
From: Market Performance Committee
Re: Options on AMP Inc (AMP)

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 option series on AMP Inc. Due to the uncertainty of the pricing of the securities underlying AMP options prior to the completion of the pending takeover bid with Allied Signal, markets in AMP options may be one and one half times as wide as the markets allowed under the provisions of Rule 8.7. This relief is granted from the opening of business on September 18, 1998 until further notification.

The Market Performance Committee will continue to monitor the activity in the underlying security of AMP 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.