

**Regulatory Circular RG99-221**

**DATE:** November 22, 1999

**TO:** Members and Member Firms

**FROM:** CBOE Executive Committee

**RE:** Restrictions on Transactions in  
Iridium World Communications, Inc. (QAK) Options

Trading in Iridium World Communications, Inc. (IRIDQ/QAK) common stock on the NASDAQ National Market System and trading in QAK options on CBOE has been halted since August 13, 1999. The NASD subsequently delisted IRIDQ common stock from the NASDAQ National Market System on November 22, 1999.

CBOE Floor Officials have determined to reopen trading in QAK options on CBOE commencing on November 23, 1999. The CBOE Executive Committee has determined, pursuant to CBOE Rule 4.16, to impose the following restrictions on transactions in QAK options. Only closing transactions may be effected in any series of QAK options, except for opening transactions by market-makers executed to accommodate closing transactions of other market participants, and except for opening transactions by CBOE member organizations to facilitate the closing transactions of public customers executed as crosses pursuant to and in accordance with CBOE Rule 6.74(b). These restrictions shall be in effect until further notice. Further, this action does not preclude CBOE from taking further action with respect to QAK options as permitted by CBOE rules.

The execution of opening transactions in QAK options, except as permitted above, and/or the misrepresentation as to whether an order is opening or closing, will constitute a violation of CBOE rules, and may result in disciplinary action.

There continue to be no restrictions in place with respect to the exercise of QAK options and the Options Clearing Corporation (OCC) has advised the CBOE that the expiration of QAK options will remain subject to OCC's Exercise-by-Exception Procedures.

Any questions regarding this circular may directed to Kerry Winters at (312) 786-7312.