

REGULATORY CIRCULAR RG02-07

DATE: January 22, 2002
TO: Members
From: Department of Market Regulation
Re: Semi-Annual Position and Exercise Limit Review

Pursuant to Exchange Rule 4.11, Interpretation .02 and Exchange Rule 4.12, all securities underlying the Exchange's listed equity options have been reviewed to determine which options are eligible for either the 75,000, 60,000, 31,500, 22,500 or 13,500 contract position and exercise limits. In addition, pursuant to Exchange Rule 24.4A, all securities underlying the Exchange's listed industry index options have also been reviewed to determine which options are eligible for either the 31,500, 24,000, or 18,000 contract position and exercise limits. (See Position Limit Circular PL02-16 for details regarding this review). A complete list of the new applicable position and exercise limits effective January 22, 2002 and the above circular are available in the 2nd floor data bins or may be obtained from the Department of Market Regulation. The complete list is also available on the CBOE website at www.CBOE.com under the "Market Data" tab. Last, please be advised that accounts which are directly or indirectly controlled by the same individual or entity must be aggregated to determine compliance with the position and exercise limit rules.

Any questions concerning position and exercise limits should be directed to Patricia Cerny at (312) 786-7722 or Michael Felty (312) 786-7504. If you wish to receive regular updates of the position limit list via email or telefax, please contact Candice Nickrand at (312) 786-7730 in the Department of Market Regulation.