



**Regulatory Circular RG02-116**

**DATE:** December 13, 2002

**TO:** Members and Member Firms

**FROM:** Market Operations Department

**RE:** Restrictions on Transactions in  
Leap Wireless Intl Inc. (LWIN)

On December 11, 2002, Leap Wireless Intl Inc. (LWIN) common stock was delisted from the NASDAQ.

Trading on CBOE in existing series of UIN options will reopen when the stock is traded on the pink sheets or the bulletin board, subject to the following restrictions. Only closing transactions may be effected in any series of UIN options, except for (i) opening transactions by market-makers executed to accommodate closing transactions of other market participants and (ii) 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) or (d). Pursuant to Rule 8.51, floor officials have determined that all series of UIN option are in non-firm mode. In addition, UIN will not be traded on RAES.

The execution of opening transactions in UIN 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 are no restrictions in place with respect to the exercise of UIN options and the Options Clearing Corporation (OCC) has advised CBOE that the expiration of UIN options will remain subject to OCC's Exercise-by-Exception Procedures.

The provisions of this circular apply to any options on Leap Wireless Intl Inc. traded on CBOE, including any Leap Wireless Intl Inc. option series with a different option symbol than UIN.

Any questions regarding this circular may be directed to Kerry Winters at (312) 786-7312 or Mike Felty at (312) 786-7504.