

Regulatory Circular RG95-102

Date: November 22, 1995

To: Members and Member Firms

From: Market Performance and Equity Floor Procedure Committee

Re: Options on Delrina Corporation (DENAF/DQA)

The Market Performance and Equity Floor Procedure Committees ("Committees") have considered the complexity involved in the pricing, delivery and receipt of the underlying Exchangeable Shares of Delrina Corporation (DENAF/DQA) and the overlying option contracts (see CBOE Research Circular #RS95-297). As a result, the Committees have determined that when options on the adjusted Exchangeable Shares begin trading, pursuant to their authority granted under the provisions of Chicago Board Options Exchange Rules 6.8(e) and 8.51(a)(3), the following rules of trading procedure will be effective in all remaining DQX options:

RAES operation in all DQX option classes will be temporarily suspended.

Disseminated quotes in all DQX option classes will not be subject to the provisions of Exchange Rule 8.51 until further review.

As of this publishing, the maximum allowable bid/ask differentials in all DQX options will remain as mandated in Exchange Rule 8.7(b)(iv). However, after gaining experience in trading DQX options, the Exchange may, at a later date, modify the differentials accordingly.

Activity in DQX options and its respective underlying security will be monitored by the Committees on an ongoing basis. The above modifications to the application of Rules 6.8(e) and 8.51(a)(3) to DQX option trading should be considered temporary and will be reviewed by the Market Performance and Equity Floor Procedure Committees.

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