

Regulatory Circular No. #95-57

Date: July 5, 1995
To: Members and Member Firms
From: The Market Performance and Equity Floor Procedure Committees
Re: Options on Capital Cities/ABC (CCB)

The Market Performance and Equity Floor Procedure Committees have continued to monitor the trading characteristics of the stock underlying the CCB option class. As a result, the Committees have determined that as of the opening on July 3, 1995, in accordance with Exchange Rules 8.7(c)(iv), 6.8(e) and 8.51(a)(3) the following rules of trading procedure will be effective in the CCB option classes until further notice:

Markets in all CCB in-the-money option series may be as wide as the posted markets in the underlying security on its principal exchange.

Disseminated markets for in-the-money CCB options will be firm for either ten contracts or for the equivalent number of contracts represented by the size of the market in the underlying security on the principal exchange, whichever is less.

RAES operation in all CCB option series will be suspended until further notice.

Activity in CCB options and stock will be monitored by the Committees on an ongoing basis. The above modification to the application of Rules 8.7(c)(iv), 6.8(e) and 8.51(a)(3) to CCB option trading should only 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.