



400 S. La Salle  
Chicago, IL 60605

Information Circular IC05-72

Date: June 10, 2005  
To: Members and Member Organizations  
From: Index Floor Procedure Committee  
SPX Floor Procedure Committee  
Re: Buy-Side Reporting – CORRECTION – Updated Information Circular Number

The Index Floor Procedure Committee and the SPX Floor Procedure Committee approved the activation of Ebook and PAR BuySide Reporting in all Index products. On Friday, June 10, 2005, the CBOE will activate PAR Buy side reporting in all Index products. Additionally, Ebook Buy Side Reporting will be activated in all OEX and SPX products on that day. (DOW and DIA products currently have Ebook Buy side reporting activated.). Once the BuySide Reporting functionality is turned on, PAR terminals (and Ebook) will transmit last sale data to the trade tape for both buy and sell orders. Buy-Side Reporting eliminates late last-sale information caused by delayed market-maker acceptance of ETNs.

Procedurally, changes will be needed if there is a paper sell ticket involved. Members submitting paper sell tickets for reporting to the tape are asked to include an asterisk (\*) on the ticket next to any volume electronically reported. Doing so will ensure that duplicate last sale reports are not submitted to the trade tape.

For example; a broker with a hundred-lot sell order on paper comes into the crowd;  
Ten trade with Ebook. The Ebook system buy side reports 10 to the tape.  
Ten trade with the PAR. The PAR terminal buy-side reports 10 to the tape.  
The remaining eighty are traded with Market Makers.  
The broker asterisks the two 10 lots on the sell ticket and turns the sell ticket into the CBOE to be price reported. CBOE manually reports 80 lots only.

Also, PAR brokers who are crossing orders must ensure that the buy and sell endorsement quantities are done in equal volume increments to prevent reporting duplication.

For example; a broker has a hundred-lot sell order on PAR;  
Corresponding orders to buy 25 and 75 lots are on PAR.  
After announcing the orders, the broker crosses the orders.  
The broker endorses the 100 lot with two entries - one for the 25 lot and one for the 75 lot.

Please refer any questions to Carole Zylius at 312-786-7174 or Kerry Winters at 312-786-7312.