



Regulatory Circular RG02-09

DATE: January 28, 2002

TO: Members and Member Firms

FROM: Market Operations Department

RE: Restrictions on Transactions in
Global Crossing, (GX).

Trading in Global Crossing (GX) common stock on the New York Stock Exchange (NYSE) and trading in GX options on CBOE was halted on January 28, 2002 and the NYSE subsequently delisted GX common stock.

Trading on CBOE in existing series of GX options will reopen on January 29, 2002, subject to the following restrictions. Only closing transactions may be effected in any series of GX 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 GX option are in non-firm mode. In addition, GX will not be traded on RAES.

The execution of opening transactions in GX 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 GX options and the Options Clearing Corporation (OCC) has advised CBOE that the expiration of GX options will remain subject to OCC's Exercise-by-Exception Procedures.

The provisions of this circular apply to any options on Global Crossing traded on CBOE, including any Global Crossing option series with a different option symbol than GX.

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