

Regulatory Circular RG03-94

(supersedes Regulatory Circular RG03-51)

INTER-EXCHANGE PROCEDURES IN VOLATILE MARKETS FOR FOURTH QUARTER 2003

As of October 1, 2003

CME (S&P 500® FUTURES)	NYSE ACTION	CBOT (DJIA SM FUTURES)	CBOE ACTION
50 POINTS (5%) BELOW PREVIOUS DAY'S SETTLEMENT			
<p>Limit comes into effect: On CME opening (8:30 a.m.)</p> <p>Trading halt: For 2 minutes if the offer is at limit 10 minutes after limit is reached or at 2:30 p.m.</p> <p>Limit no longer in effect: After the 2 minute halt or, if no halt, 10 minutes after the limit is reached or otherwise at 2:30 p.m.</p>	<p>When the DJIA advances (or declines) 180 points from the previous day's close: Index arbitrage orders for S&P 500® component stocks must be entered with buy-minus (or sell-plus) instruction until the advance or decline returns to within 90 points from previous day's close.</p> <p>Discretionary actions include trading halts in individual stocks.</p>	<p>None required.</p>	<p>None required because of CME or CBOT limit or NYSE actions; discretionary actions include trading halts and suspensions.</p> <p>Except on the last business day before their expiration, CBOE normally will restrict exercise of American style, cash settled index options during any trading halt that occurs prior to 3:00 p.m. CBOE may restrict exercise in equity options (other than during the 10 business days before their expiration), but it normally will not do so because of trading halts.</p>
100 POINTS (10%) BELOW PREVIOUS DAY'S SETTLEMENT	950 DJIA POINTS (10%) BELOW PREVIOUS DAY'S CLOSING VALUE	950 POINTS (10%) BELOW PREVIOUS DAY'S SETTLEMENT	
<p>Under Normal Limits</p> <p>Limit comes into effect: After the 50 point (5%) limit or at 2:30 p.m.</p> <p>Trading halts: Trading will halt for the following time periods if the futures contract is limit offered under the following circumstances:</p> <p>During an NYSE trading halt: Until NYSE ends its trading halt and 50% of the underlying stocks (capitalization weighted) have resumed trading.</p> <p>After 1:30 p.m., if no NYSE trading halt is declared: For 2 minutes if the contract is limit offered 10 minutes after the limit is reached.</p> <p>Limit no longer in effect: After a mandated futures trading halt.</p> <p style="text-align: center;">*****</p> <p>Under Second Day Limits (those applicable on a day after the futures contract was limit offered at the 200 point (20%) level at the close of trading).</p> <p>Limit comes into effect: After the 50 point (5%) limit, unless there is an NYSE trading halt, in which case only the 20% limit applies upon reopening.</p> <p>Trading halts:</p> <p>During an NYSE trading halt (regardless whether the futures contract is limit offered): Until NYSE ends its trading halt and 50% of the underlying stocks (capitalization weighted) have resumed trading.</p> <p>If no NYSE trading halt is declared: For 2 minutes if the contract is limit offered 10 minutes after the limit is reached or at 2:30 p.m.</p> <p>Limit no longer in effect: After a mandated futures trading halt or, if no halt, 10 minutes after the limit is reached or otherwise at 2:30 p.m.</p>	<p>Trading halts: Trading in all stocks halts for the following time periods when the DJIA reaches this value at the following times:</p> <p>Before 1:00 p.m.: for one hour; From 1:00 p.m. but before 1:30 p.m.: for 30 minutes; From and after 1:30 p.m.: no mandated trading halt</p>	<p>Limit comes into effect: On CBOT opening (7:20 a.m.).</p> <p>Trading halt: If the futures contract is limit offered during an NYSE trading halt, futures trading will halt until NYSE ends its trading halt and 50% of the underlying stocks (capitalization weighted) have resumed trading.</p> <p>Limit no longer in effect: After futures trading has resumed following an NYSE trading halt or at 1:30 p.m.</p>	<p>Because CME or CBOT limit is reached: None required; discretionary actions include trading halts and suspensions (with the exercise restrictions described above).</p> <p>Because NYSE declares floor-wide circuit breaker halt: Trading in all CBOE securities halted during NYSE circuit breaker halt (with the exercise restrictions described above).</p>

(OVER)

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INTER-EXCHANGE PROCEDURES IN VOLATILE MARKETS
(continued)

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As of 10/01/03

CME (S&P 500 FUTURES)	NYSE ACTION	CBOT (DJIA FUTURES)	CBOE ACTION
150 POINTS (15%) BELOW PREVIOUS DAY'S CLOSING VALUE			
<p>Under Normal Limits</p> <p>Limit comes into effect: After the 100 point (10%) limit.</p> <p>Trading halts: For 2 minutes if the contract is at limit 10 minutes after limit is reached.</p> <p>Limit no longer in effect: After any such 2 minute halt.</p> <p style="text-align: center;">*****</p> <p>Under Second Day Limits</p> <p>Limit comes into effect: After the 100 point (10%) limit, unless there is an NYSE trading halt, in which case only the 20% limit applies upon reopening.</p> <p>Trading halts:</p> <p>During an NYSE trading halt (regardless whether the futures contract is limit offered): Until NYSE ends its trading halt and 50% of the underlying stocks (capitalization weighted) have resumed trading.</p> <p>If no NYSE trading halt is declared: For 2 minutes if the contract is limit offered 10 minutes after the limit is reached or at 2:30 p.m.</p> <p>Limit no longer in effect: After a mandated futures trading halt or, if no halt, 10 minutes after the limit is reached or otherwise at 2:30 p.m.</p>	<p>None required; discretionary actions include trading halts in individual stocks.</p>		<p>None required; discretionary actions include trading halts and suspensions (with the exercise restrictions described above).</p>
200 POINTS (20%) BELOW PREVIOUS DAY'S SETTLEMENT	1900 DJIA POINTS (20%) BELOW PREVIOUS DAY'S CLOSING VALUE	1900 POINTS (20%) BELOW PREVIOUS DAY'S SETTLEMENT	
<p>Limit comes into effect: After the 150 point (15%) limit or, when Second Day Limits are in effect, at 2:30 p.m. or after trading resumes following an NYSE trading halt.</p> <p>Limit remains in effect for the remainder of the trading day.</p> <p>Trading halt:</p> <p>(Normal Limits): If the futures contract is limit offered during an NYSE trading halt.</p> <p>(Second Day Limits): If there is an NYSE trading halt, regardless whether the futures contract is limit offered.</p> <p>Trading will resume when NYSE ends its trading halt and 50% of the underlying stocks (capitalization weighted) have resumed trading.</p> <p>Settlement value will not be less than the limit value, regardless of the value of the cash index.</p>	<p>Trading halts: Trading in all stocks halts for the following time periods when the DJIA reaches this value at the following times:</p> <p>Before 12:00 p.m.: for two hours From 12:00 p.m. but before 1:00 p.m.: for one hour From and after 1:00 p.m.: for the remainder of the day</p>	<p>Limit comes into effect: After the 950 point (10%) limit or at 1:30 p.m.</p> <p>Trading halt: If the futures contract is limit offered during an NYSE trading halt, futures trading will halt until NYSE ends its trading halt and 50% of the underlying stocks (capitalization weighted) have resumed trading.</p> <p>Limit no longer in effect: After futures trading has resumed following an NYSE trading halt.</p>	<p>Because CME or CBOT limit is reached: None required; discretionary actions include trading halts and suspensions (with the exercise restrictions described above).</p> <p>Because NYSE declares a floor wide circuit breaker halt: Trading in all CBOE securities halted during NYSE circuit breaker halt (with the exercise restrictions described above).</p>
	2850 DJIA POINTS (30%) BELOW PREVIOUS DAY'S CLOSING VALUE	2850 POINTS (30%) BELOW PREVIOUS DAY'S SETTLEMENT	
<p>The 200 point (20%) limit remains in effect.</p> <p>Settlement value will not be less than the limit value, regardless of the value of the cash index.</p>	<p>Trading halts and does not reopen for the day.</p>	<p>Limit comes into effect: After the 1900 point (20%) limit.</p> <p>Limit remains in effect for the remainder of the trading day.</p> <p>Trading halt: Trading shall halt for the rest of the day if the futures contract is limit offered at any time during the trading day and the NYSE declares a trading halt for the rest of the trading day.</p>	<p>If NYSE declares floor wide trading halt for the remainder of the day: CBOE halts trading for the remainder of the day (with the exercise restrictions described above).</p> <p>Because CBOT limit is reached: None required; discretionary actions include trading halts and suspensions (with the exercise restrictions described above).</p>

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