



Regulatory Circular RG05-124

DATE: December 6, 2005

FROM: Market Operations Department

RE: Restrictions on Transactions in
Calpine Corporation (CPN)

On the Opening of business on December 6, 2005, Calpine Corporation,(CPN), was delisted from the NYSE.

Effective today trading in CBOE in existing series of CPN options are subject to the following restrictions: Only closing transactions maybe effected in any series of CPN 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).

The execution of opening transactions in CPN 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. Member organizations should ensure that they have appropriate procedures in place to prevent their customers from entering opening orders in this restricted option class.

There are no restrictions in place with respect to the exercise of CPN options. The provisions of this circular apply to any options on CPN on traded on CBOE.

Any questions regarding this circular may directed to Kerry Winters at (312) 786-7312 or Joanne Heenan-Hustad at (312) 786-7786.