



Regulatory Circular RG07-111

DATE: **October 25, 2007**

FROM: **Market Operations Department**

RE: **Restrictions on Transactions in**
 Movie Gallery, Inc. (MOVI/QLV/ZHJ)

Effective October 25, 2007, NASDAQ has de-listed trading in shares of Movie Gallery, Inc. (MOVI/QLV/ZHJ).

Trading on the CBOE in existing series of QLV/ZHJ options is subject to the following restrictions. Only closing transactions may be effected in any series of QLV/ZHJ 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 QLV/ZHJ 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 QLV/ZHJ options. The provisions of this circular apply to any options on QLV/ZHJ traded on CBOE.

Any questions regarding this circular may directed to Kerry Winters at (312) 786-7312 or Ji Min Kim at (312) 786-7043.

Regulatory circulars regarding restrictions on transactions may be accessed from CBOE.org at the following web address:

<http://www.cboe.org/Restrictions>