



Exchange Bulletin

March 30, 2007 Volume 35, Number 13

The Constitution and Rules of the Chicago Board Options Exchange, Incorporated ("Exchange"), in certain specific instances, require the Exchange to provide notice to the Exchange membership. To satisfy this requirement, a copy of the Exchange Bulletin, including the Regulatory Bulletin, is delivered by e-mail free of charge or by hard copy for a fee to all effective members on a weekly basis.

Members are encouraged to receive the Exchange and Regulatory Bulletin and Information Circulars via e-mail. E-mail subscriptions may be obtained by submitting your name, firm if applicable, e-mail address, and phone number, to members@cboe.com. There is no charge for e-mail delivery of the Exchange and Regulatory Bulletin or for Information Circulars. If you do sign up for e-mail delivery, please remember to inform the Membership Department of e-mail address changes.

Subscriptions for hard copy delivery may be obtained by submitting your name, firm if any, mailing address and telephone number to: Chicago Board Options Exchange, Accounting Department, 400 South LaSalle, Chicago, Illinois 60605, Attention: Bulletin Subscriptions. The cost of an annual subscription (January 1 through December 31) is \$200.00 (\$100.00 after July 1), payable in advance.

For up-to-date Seat Market Quotes, call 1-877-THE-CBOE and select choice 3 from the main menu, or, visit www.CBOE.org, click "CBOE Member Site" and then "Seat Market Information" on the following page. For access to the CBOE Member Web Site, please also notify the Membership Department by sending an e-mail to members@cboe.com or by phone at 312-786-7449.

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SEAT MARKET QUOTES AS OF FRIDAY, March 30, 2007				
CLASS	BID	OFFER	LAST SALE AMOUNT	LAST SALE DATE
CBOE	\$2,100,000.00	\$2,300,000.00	\$2,100,000.00	March 16, 2007
CBOT FULL MEMBERSHIP				
CLASS	BID	OFFER	LAST SALE AMOUNT	LAST SALE DATE
With CBOE Exercise Right	\$2,250,000.00	\$2,733,000.00	\$2,200,000.00	March 7, 2007
Without CBOE Exercise Right	\$2,100,000.00	\$6,000,000.00	\$1,850,000.00	May 31, 2006
CBOE Exercise Right	\$170,000.00	\$174,321.00	\$162,000.00	March 29, 2007

MEMBERSHIP INFORMATION FOR 3/22/07 THROUGH 3/28/07

MEMBERSHIP APPLICATIONS RECEIVED FOR WHICH A POSTING PERIOD IS REQUIRED

Individual Membership Applicants

Kumaran Vijayakumar, Nominee
Banc Of America Securities, LLC
 147 West 22nd St., Apt. 4
 New York, NY 10011

Date Posted
3/23/07

Nilay Parikh, Nominee
Cygnus Atratus, LLC
 800 S. Wells St., Apt. 532
 Chicago, IL 60607

Date Posted
3/26/07

Francis A. Powell II, Nominee
Susquehanna Securities
 1042 W. Roscoe St., Apt. 2
 Chicago, IL 60657

Date Posted
3/26/07

Ann Colman, Lessor
 304 Montford Avenue
 Mill Valley, CA 94941

Date Posted
3/27/07

Member Organization Applicants

Zen Holdings, LLC
 230 S. LaSalle St., Ste. 400
 Chicago, IL 60604
 David Lobdell – Managing Member
 James Stafford – Member
 John Stafford III – Managing Member
 John Stafford Jr. - Member

Date Posted
3/27/07

Arjent Capital Markets, LLC
 1035 Pearl St., Ste. 300
 Boulder, CO 80302
 Montgomery & Reynolds Capital LLC - Member
 Spencer K. Montgomery - Managing Member
 Brian C. Reynolds - Managing Member
 Shimon Kabili - Equity Member
 Arjent Services LLC - Member
 Bruce Shalett - Managing Member
 Robert DePalo - Chairman and CEO
 Spencer K. Montgomery - Managing Member
 Brian C. Reynolds - Managing Member
 Corey Singman - Equity Member
 Bruce Shalett - Managing Member
 Shimon Kabili - Equity Member

Date Posted
3/26/07

GAS I, LLC
Gary S. Bell, Nominee
 440 S. LaSalle, Suite 950
 Chicago, IL 60605
 Gary S. Bell – Managing Member
 Samuel I. Sallerson – Member
 Andrew S. Troob - Member

Date Posted
3/26/07

BMR 2, LLC
Jeffrey A. Wolfson, CBT Registered For
 440 S. LaSalle, Suite 950
 Chicago, IL 60605
 Jeffrey A. Wolfson – Managing Member

Date Posted
3/26/07

DiConSha Holdings, LLP
 514 Greenview Dr.
 Wauconda, IL 60084
 Dino M. Guerin – Managing Partner
 Constance M. Guerin – Limited Partner
 Shannon Leahy – Limited Partner

Date Posted
3/23/07

MEMBERSHIP LEASES

New Leases

Effective Date

Lessor: **Caldwell Chicago, LP III**
 Lessee: **Ronin Capital, LLC**
Laurence J. Witort, NOMINEE
 Rate: 0.2332% Term: Monthly

3/22/07

Lessor: **R. Whiting, Incorporated**
 Lessee: **Group One Trading, LP**
 Rate: 0.25% Term: Monthly

3/23/07

Lessor: **CMCJL, LLC**
 Lessee: **Goldman Sachs & Co.**
 Rate: 0.2332% Term: Monthly

3/26/07

Lessor: **Brandt Equities, LLC**
 Lessee: **Goldman Sachs & Co.**
 Rate: 0.2332% Term: Monthly

3/26/07

Lessor: **Thomas C. Taylor**
 Lessee: **Goldman Sachs & Co.**
 Rate: 0.2332% Term: Monthly

3/26/07

Lessor: **Cognitive Capital, LLC**
 Lessee: **Goldman Sachs & Co.**
 Rate: 0.2332% Term: Monthly

3/26/07

Lessor: **SLK-Hull Derivatives, LLC**
 Lessee: **Goldman Sachs & Co.**
 Rate: 0.2332% Term: Monthly

3/26/07

Lessor: **SLK-Hull Derivatives, LLC**
 Lessee: **Goldman Sachs & Co.**
 Rate: 0.2332% Term: Monthly

3/26/07

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 Rate: 0.2332% Term: Monthly

3/26/07

Lessor: **SLK-Hull Derivatives, LLC**
 Lessee: **Goldman Sachs & Co.**
 Rate: 0.2332% Term: Monthly

3/26/07

Lessor: **Goldman Sachs Execution & Clearing, LP**
 Lessee: **Goldman Sachs & Co.**
 Rate: 0.2332% Term: Monthly

3/26/07

Lessor: **SLK-Hull Derivatives, LLC**
 Lessee: **Goldman Sachs & Co.**
 Rate: 0.2332% Term: Monthly

3/26/07

Lessor: **SLK-Hull Derivatives, LLC**
 Lessee: **Goldman Sachs & Co.**
 Rate: 0.2332% Term: Monthly

3/26/07

Lessor: **SLK-Hull Derivatives, LLC**
 Lessee: **Goldman Sachs & Co.**
 Rate: 0.2332% Term: Monthly

3/26/07

Lessor: **SLK-Hull Derivatives, LLC**
 Lessee: **Goldman Sachs & Co.**
 Rate: 0.2332% Term: Monthly

3/26/07

	Effective Date	Terminated Leases	Termination Date
Lessor: Goldman Sachs Execution & Clearing, LP Lessee: Goldman Sachs & Co. Rate: 0.2332% Term: Monthly	3/26/07	Lessor: Cognitive Capital, LLC Lessee: SLK-Hull Derivatives, LLC	3/26/07
Lessor: SLK-Hull Derivatives, LLC Lessee: Goldman Sachs & Co. Rate: 0.2332% Term: Monthly	3/26/07	Lessor: George L. Ruff Lessee: SLK-Hull Derivatives, LLC	3/26/07
Lessor: SLK-Hull Derivatives, LLC Lessee: Goldman Sachs & Co. Rate: 0.2332% Term: Monthly	3/26/07	Lessor: Brandt Equities, LLC Lessee: SLK-Hull Derivatives, LLC	3/26/07
Lessor: SLK-Hull Derivatives, LLC Lessee: Goldman Sachs & Co. Rate: 0.2332% Term: Monthly	3/26/07	Lessor: Burt R. Bondy Lessee: SLK-Hull Derivatives, LLC	3/26/07
Lessor: SLK-Hull Derivatives, LLC Lessee: Goldman Sachs & Co. Rate: 0.2332% Term: Monthly	3/26/07	Lessor: John J. Roche Lessee: SLK-Hull Derivatives, LLC	3/26/07
Lessor: William R. Power Lessee: Goldman Sachs & Co. Rate: 0.2332% Term: Monthly	3/26/07	Lessor: Rosalia Wilde Lessee: SLK-Hull Derivatives, LLC	3/26/07
Lessor: Burt R. Bondy Lessee: Goldman Sachs & Co. Rate: 0.2332% Term: Monthly	3/26/07	Lessor: Harvey Silverman Lessee: SLK-Hull Derivatives, LLC	3/26/07
Lessor: Harvey Silverman Lessee: Goldman Sachs & Co. Rate: 0.2332% Term: Monthly	3/26/07	Lessor: Goldman Sachs Execution & Clearing, LP Lessee: SLK-Hull Derivatives, LLC	3/26/07
Lessor: John J. Roche Lessee: Goldman Sachs & Co. Rate: 0.2332% Term: Monthly	3/26/07	Lessor: McAllister Investments, LLC Lessee: SLK-Hull Derivatives, LLC	3/26/07
Lessor: Rosalia Wilde Lessee: Goldman Sachs & Co. Rate: 0.2332% Term: Monthly	3/26/07	Lessor: Thomas C. Taylor Lessee: SLK-Hull Derivatives, LLC	3/26/07
Lessor: Elliott N. Mirman Lessee: Goldman Sachs & Co. Rate: 0.2332% Term: Monthly	3/26/07	Lessor: William R. Power Lessee: SLK-Hull Derivatives, LLC	3/26/07
Lessor: BE Partners, LLC Lessee: Goldman Sachs & Co. Rate: 0.2332% Term: Monthly	3/26/07	Lessor: BE Partners, LLC Lessee: SLK-Hull Derivatives, LLC	3/26/07
Lessor: McAllister Investments, LLC Lessee: Goldman Sachs & Co. Rate: 0.2332% Term: Monthly	3/26/07	Lessor: Goldman Sachs Execution & Clearing, LP Lessee: SLK-Hull Derivatives, LLC	3/26/07
Lessor: Gedon Hertshten Lessee: Trinity Solutions Incorporated Thomas A. Walsh, NOMINEE Rate: 0.25% Term: Monthly	3/26/07	Lessor: CMCJL, LLC Lessee: SLK-Hull Derivatives, LLC	3/26/07
Lessor: George L. Ruff Lessee: Goldman Sachs & Co. Rate: 0.2332% Term: Monthly	3/26/07	Lessor: William T. O'Donnell Lessee: Equitec Proprietary Markets, LLC	3/28/07
Lessor: William T. O'Donnell Lessee: Pyramid Trading Limited Partnership Karl J. Quinn, NOMINEE Rate: \$3,800 Term: Monthly	3/28/07		
		MEMBERSHIP TERMINATIONS	
		Individual Members	
		Nominee(s) / Inactive Nominee(s):	Termination Date
		Kevin M. Jelinek (KJX) Israel A. Englander & Co., Inc.	3/22/07
		William J. Sullivan (WJS) TPIS, LLC	3/26/07
		Jeffrey J. Bryk (RGB) Bluefin Trading, LLC	3/26/07
		Karl J. Quinn (KWQ) PTR, Incorporated	3/27/07

	Termination Date	John E. Smollen Jr	3/26/07
Peter W. Klebe (PKK) PTR, Incorporated	3/27/07	From: Registered For SLK-Hull Derivatives, LLC; Market Maker/ Floor Broker/Remote Market Maker	
		To: Registered For Goldman Sachs & Co.; Market Maker/Remote Market Maker	
Clint Blackburn (CJB) PTR, Incorporated	3/27/07	David L. Larocque	3/28/07
James F. Hart (JFH) Okoboji Options, LLC	3/28/07	From: CBT Registered For Pyramid Trading Limited Partnership; Market Maker	
		To: CBT Registered For Equitec Proprietary Markets, LLC; Remote Market Maker	

EFFECTIVE MEMBERSHIPS

Individual Members

Nominee(s) / Inactive Nominee(s):	Effective Date
Brian J. Doveala (DOV) Pacific Trading Group, LLC Type of Business to be Conducted: Market Maker	3/22/07
Miguel Rosales (MIG) Israel A. Englander & Co.,Inc. Type of Business to be Conducted: Floor Broker	3/22/07
Ryan J. Bishop (RJB) Man Securities Inc. Type of Business to be Conducted: Floor Broker	3/27/07
Raz Tirosch (RAS) Jane Street Specialists, LLC Type of Business to be Conducted: Market Maker	3/28/07
Christopher J. Hart (UFO) Okoboji Options, LLC Type of Business to be Conducted: Market Maker/Floor Broker	3/28/07
Karl J. Quinn (KWQ) Pyramid Trading Limited Partnership Type of Business to be Conducted: Floor Broker	3/28/07

Member Organizations

Effective Date

Pyramid Trading Limited Partnership	3/28/07
From: Member Organization Affiliated with a CBT Registered For; Associated with a Market Maker/ Floor Broker	
To: Lessee; Associated with a Market Maker/ Floor Broker	
Everest Trading, LLC	3/27/07
From: Lessee/ Member Organization Affiliated with a CBT Registered For; Associated with a Market Maker/ Remote Market Maker	
To: Lessee/ Member Organization Affiliated with a CBT Registered For; Associated with a Market Maker	
SLK-Hull Derivatives, LLC	3/26/07
From: Registered For/ Owner/ Lessee; Associated with a Market Maker/ Floor Broker/ Remote Market Maker	
To: Lessor	
Goldman Sachs & Co.	3/26/07
From: Owner/ Lessee/ Non-Member Customer Business; Associated with a Market Maker/ Floor Broker	
To: Registered For/ Owner/ Lessee/ Non-Member Customer Business; Associated with a Market Maker/ Floor Broker/ Remote Market Maker	

CHANGES IN MEMBERSHIP STATUS

Individual Members

Effective Date

Laurence J. Witort	3/22/07
From: CBT Registered For Ronin Capital, LLC; Market Maker	
To: Nominee For Ronin Capital, LLC; Market Maker	
Thomas E. Arcella	3/26/07
From: Nominee For SLK-Hull Derivatives, LLC; Market Maker/Remote Market Maker	
To: Nominee For Goldman Sachs & Co.; Market Maker/ Remote Market Maker	
Todd Wesley Hohman	3/26/07
From: Nominee For SLK-Hull Derivatives, LLC; Market Maker/Remote Market Maker	
To: Nominee For Goldman Sachs & Co.; Market Maker/ Remote Market Maker	
Robert Palazzi	3/26/07
From: Nominee For SLK-Hull Derivatives, LLC; Market Maker/Remote Market Maker	
To: Nominee For Goldman Sachs & Co.; Market Maker/ Remote Market Maker	
Thomas A. Walsh	3/26/07
From: CBT Registered For Trinity Solutions Incorporated; Market Maker	
To: Nominee For Trinity Solutions Incorporated; Market Maker	

RESEARCH CIRCULARS

The following Research Circulars were distributed between March 26 and March 28, 2007. If you wish to read the entire document, please refer to the CBOE website at www.cboe.com and click on the "Trading Tools" Tab. New listings and series information is also available in the Trading Tools section of the website. For questions regarding information discussed in a Research Circular, please call The Options Clearing Corporation at 1-888-OPTIONS.

Research Circular #RS07-251

March 26, 2007

Automatic Data Processing, Inc. ("ADP/WWF/OLJ")

Distribution of Shares of Broadridge Financial Solutions Inc. ("BR")

Ex-Distribution Date: April 2, 2007

Research Circular #RS07-253

March 26, 2007

Molecular Devices Corporation ("MDCC/MCQ"):

Merger Completed -- Cash Settlement

Research Circular #RS07-254

March 26, 2007

TSpectralLink Corporation ("SLNK/SXU"):

Merger Completed -- Cash Settlement

Research Circular #RS07-255

March 26, 2007

SafeNet, Inc. ("SFNT/UUI/LIX/ZXI")

Tender Offer by Stealth Acquisition Corp.

Research Circular #RS07-256

March 27, 2007

*****UPDATE*****UPDATE*****UPDATE*****

ANTICIPATED MERGER EFFECTIVE DATE - BEFORE THE
OPENING ON MARCH 29, 2007 Univision Communications Inc.

("UVN/WLF/OUA") Proposed Merger

with Umbrella Holdings, LLC

Research Circular #RS07-257

March 27, 2007

Liberty Global, Inc. Series A ("LBTYA/JUC/YKZ/VT")

Partial Self Tender Offer

Research Circular #RS07-259

March 29, 2007

Univision Communications Inc. ("UVN/WLF/OUA") Merger COM-
PLETEDwith Umbrella Holdings, LLC

Research Circular #RS07-261

March 29, 2007

*****UPDATE*****UPDATE*****UPDATE*****

ANTICIPATED MERGER EFFECTIVE DATE - BEFORE THE
OPENING ON APRIL 2, 2007

Agere Systems Inc. ("AGR/WGW/OJA") Proposed Merger
with LSI Logic Corporation ("LSI/WDV/VBS")

POSITION LIMIT CIRCULARS

Pursuant to Exchange Rule 4.11, the Exchange issued the below listed Position Limit Circular on March 28, 2007. The complete circulars are available from the Department of Market Regulation, in the data information bins on the 2nd Floor of the Exchange, and on the CBOE website at cboe.com under the "Market Data" tab.

To receive regular updates of the position limit list via fax, contact Candice Nickrand at (312) 786-7730. Questions concerning position and exercise limits may be directed to the Department of Market Regulation to Joe Acevedo at (312) 786-7602 or Tim MacDonald at (312) 786-7706.

Position Limit Circular PL07-19

March 28, 2007

Adjusted Position and Exercise Limits for certain Equity Option

Classes will revert to its Applicable Standard Position and Exercise

Limits effective April 23, 2007



Regulatory Bulletin

April 4, 2007

Volume RB18, Number 14

The Constitution and Rules of the Chicago Board Options Exchange, Incorporated ("Exchange"), in certain specific instances, require the Exchange to provide notice to the membership. The weekly Regulatory Bulletin is delivered to all effective members to satisfy this requirement.

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REGULATORY CIRCULARS

Regulatory Circular RG07-37

To: CBOE Members and Staff

**From: Brad Griffith; *CBOE Vice Chairman*
Paul Jiganti; *Chairman, Index Options Procedure Committee*
Rich Tobin; *Vice Chairman, Index Options Procedure Committee*
Jonathan Flatow; *Chairman, Index Market Performance Committee*
Stu Kipnes; *Chairman, Equity Options Procedure Committee*
Ray Dempsey; *Chairman, Floor Officials Committee*
Tim McGugan; *Index Options Procedure Committee*
Pete Brown; *CBOE Member***

Date: March 23, 2007

Re: Camera on Trading Floor and Conduct of Trading Floor Personnel

Please be reminded that CBOE has a "zero tolerance" policy for any display of unprofessional behavior inspired by the presence of cameras on the trading floor, and that the penalty/fine for engaging in unbusinesslike conduct pursuant to Exchange Rules 6.20 and 17.50 will be immediate and severe.

In addition to being a violation of CBOE rules, this type of behavior works to the detriment of the entire trading floor community. When news outlets tape from our trading floor or via live satellite feeds to our trading floor, the result is "free" exposure that no amount of advertising dollars could buy. Satellite links enable media outlets to go "live" to exchanges around the world; a single display of unprofessional behavior (mugging for the camera, cat calls, etc.) is reason enough for them to simply "flip the switch" to another trading floor location. Staff works hard to accommodate media requests, not only because of the exposure such spots provide to our products and our markets, but because CBOE is a world-class Exchange and has earned the right to be showcased as such.

Lastly, we remind you that trading jackets should be worn on the trading floor at all times. As an exception, jackets can be removed while working in a booth area. Additionally, if a trading pit is excessively warm due to poor ventilation, jackets can be taken off; however, badges should be prominently displayed at chest level (attached to a shirt pocket or collar) at ALL times. The proper display of a badge demonstrates that the person trading is on an Exchange seat and it also expedites the process for the brokers who are not in a specific trading crowd all day long.

We thank you for your cooperation in these matters.

Regulatory Circular RG07-38

Date: March 23, 2007

To: Members and Member Organizations

From: CBOE Research and Product Development

Re: Launch of Pilot Program to List and Trade Options on the Vanguard Emerging Markets Exchange Traded Fund (VWO)

The SEC has approved a pilot program (SR-CBOE-2007-95) which allows CBOE to list and trade options on the Vanguard Emerging Markets Exchange Traded Fund (VWO). CBOE will begin listing and trading options on VWO on March 26, 2007. The pilot program expires on September 19, 2007.

Please contact Bill Speth, CBOE Research and Product Development, at (312) 786-7141 if you have any questions.

Regulatory Circular RG07-39

To: Members

From: Legal Division

Date: March 28, 2007

Re: SEC Approval of Off-Floor DPM Rule Filing

The SEC has approved CBOE rule filing SR-CBOE-2006-94, which allows a DPM to operate remotely away from CBOE's trading floor. As a result, DPMs have the flexibility to operate on CBOE's trading floor ("On-Floor DPM") or remotely away from CBOE's trading floor ("Off-Floor DPM"). A copy of the rule filings and the SEC's approval order is available on CBOE's website at www.cboe.org/Legal. A summary of the rule filing is provided below.

- Submit Request to Allocation Committee. To operate away from CBOE's trading floor, a DPM (new or current) can request that the Allocation Committee authorize it to operate as an Off-Floor DPM on a class-by-class basis. In determining whether to allow a DPM to operate as an Off-Floor DPM, the Allocation Committee will consider the factors specified in Rule 8.83(b). A DPM can operate as an Off-Floor DPM only in equity option classes traded on the Hybrid Trading System.

- DPM Participation Entitlement. If a DPM is approved to operate as an Off-Floor DPM, Rule 8.83 provides that the Off-Floor DPM can have a DPM Designee trade in open outcry in the option classes allocated to the Off-Floor DPM. However, the Off-Floor DPM shall not receive a participation entitlement under Rule 8.87 with respect to orders represented in open outcry.¹
 - Please note that an Off-Floor DPM is not eligible to receive a second “A” component under UMA; instead, as described below, the Off-Floor DPM can have an affiliated Market-Maker quoting and trading in open outcry in the Off-Floor DPM’s appointed classes under the same Pilot Program that is in effect for e-DPMs. (See amended Rule 6.45A(a)(C).)
- DPM Obligations. CBOE also amended certain DPM obligations contained in Rule 8.85. Specifically, CBOE amended Rule 8.85(a)(iv) to state that an Off-Floor DPM shall assure that the number of DPM Designees and support personnel continuously overseeing the DPM’s activities is not less than the minimum required by the appropriate Exchange committee. Additionally, an Off-Floor DPM shall provide members with telephone access to a DPM Designee at all times during market hours for purposes of resolving problems involving trading on the Exchange.
- Affiliated Market-Maker. Rule 8.85(a)(iv), which states a DPM shall trade in all securities allocated to the DPM only in the capacity of a DPM and not in any other capacity, was also amended to incorporate an existing pilot program applicable to e-DPMs.² Specifically, an Off-Floor DPM can have not more than one Market-Maker affiliated with the Off-Floor DPM trade on CBOE’s trading floor in any specific option class allocated to the Off-Floor DPM, provided such Market-Maker is trading on a separate membership.³ The affiliated Market-Maker would also have to comply with the “Guidelines for Exemptive Relief Under Rule 8.91(e) for Members Affiliated with DPMs,” set forth in Rule 8.91.
 - Absent the pilot program, an Off-Floor DPM may not allow any Market-Makers affiliated with the Off-Floor DPM to trade on CBOE’s trading floor in any class allocated to the Off-Floor DPM.
 - If the Off-Floor DPM has an affiliated Market-Maker trade on CBOE’s trading floor in any specific option class allocated to the Off-Floor DPM pursuant to the pilot program, Rule 8.85(a)(v) provides that the Off-Floor DPM can not also have a DPM Designee trading in open outcry in the option classes allocated to the Off-Floor DPM.
- Off-Floor DPM Nominees. CBOE amended Interpretation .02 of Rule 3.8 to allow an Off-Floor DPM to appoint one individual to be the nominee for all memberships utilized by the organization in an Off-Floor DPM capacity, like an RMM or e-DPM organization can. This is an exception to the general requirement of Rule 3.8(a)(ii), which provides that “if a member organization is the owner or lessee of more than one membership, the organization must designate a different individual to be the nominee for each of the memberships.”

If a current DPM or member organization would like to apply to operate as an Off-Floor DPM, please contact Allison Kile at kilea@cboe.com or (312) 786-7210. For questions relating to the

¹ Rule 8.87 was amended to explicitly state that an Off-Floor DPM shall not receive a participation entitlement with respect to orders represented in open outcry on CBOE’s trading floor.

² See CBOE Rule 8.93(vii). The Pilot Program was recently extended to March 14, 2008.

³ CBOE also made a corresponding change to the “Guidelines for Exemptive Relief Under Rule 8.91(e) for Members Affiliated with DPMs”. See Guidelines, Paragraph (b)(viii).

rule filing, please contact Patrick Sexton at sexton@cboe.com or (312) 786-7467, or Jennifer Lamie at lamie@cboe.com or (312) 786-7576.

RULE CHANGES

APPROVED RULE CHANGE(S)

The Securities and Exchange Commission ("SEC") has approved the following change(s) to Exchange Rules pursuant to Section 19(b) of the Securities Exchange Act of 1934, as amended ("the Act"). Below, any additions to rule text are underlined, and any deletions are [bracketed]. Copies are available on the CBOE public website at www.cboe.com/legal/effectivefiling.aspx.

The effective date of the rule change is the date of approval unless otherwise noted.

SR-CBOE-2006-95 Options on Vanguard Emerging Markets ETF

On March 19, 2007, the SEC approved Rule Change File No. SR-CBOE-2006-95, which filing provides for the listing and trading of options on the Vanguard Emerging Markets Exchange Traded Fund on a six-month pilot basis. Any questions regarding the rule change may be directed to Jennifer Klebes, Legal Division, at 312-786-7466. The rule filing is available at <http://www.cboe.org/publish/RuleFilingsSEC/SR-CBOE-2006-095.pdf>.

PROPOSED RULE CHANGE(S)

Pursuant to Section 19(b)(1) of the Securities Exchange Act of 1934, as amended ("the Act"), and Rule 19b-4 thereunder, the Exchange has filed the following proposed rule change(s) with the Securities and Exchange Commission ("SEC"). Below, any additions to Rule text are underlined, and any deletions are [bracketed]. Copies of the rule change filing(s) are available at www.cboe.com/legal/submittedsecfilings.aspx. Members may submit written comments to the Legal Division.

The effective date of a proposed rule change will be the date of approval by the SEC, unless otherwise noted.

SR-CBOE-2007-31 Capital Requirements for CBSX DPMs

On March 23, 2007, the Exchange filed Rule Change File No. SR-CBOE-2007-31, which filing proposes additional capital requirements for CBSX Designated Primary Market-Makers. Any questions regarding the rule change may be directed to Angelo Evangelou, Legal Division, at 312-786-7464. The rule text is shown below and the rule filing is available at <http://www.cboe.org/publish/RuleFilingsSEC/SR-CBOE-2007-031.pdf>.

Rule 53.55 - Termination, Conditioning, or Limiting Approval to Act as a STOC DPM

RULE 53.55. (a) No change.

(b) Notwithstanding the provisions of paragraph (a) of this Rule, the STOC DPM Committee has the authority to immediately terminate, condition, or otherwise limit a member organization's approval to act as a STOC DPM if it incurs a material financial, operational, or personnel change

warranting such action or if the member organization fails to comply with any of the financial requirements of Rule [8.86] 53.58.

(c) - (d) No change.

Rule 53.58 - Financial Requirements for CBSX DPMs

RULE 53.58. Each CBSX DPM shall maintain at least \$2,000,000 in net capital. In addition, each CBSX DPM that maintains less than \$10,000,000 in net capital must have in place a guarantee in the amount of at least the difference between its net capital and \$10,000,000. The guarantee may not be used to meet the \$2,000,000 of net capital. The guarantee can be in the form of a revolving subordinated loan approved by the Exchange.
