

Regulatory Information Circular – 2000-2

To: ISE Members and Member Firms

Date: July 24, 2000

Re: Handling of FARMM Orders

This circular is being issued to remind ISE Primary Market Makers of their obligations when dealing with FARMM orders.

As you know, FARMM orders are not automatically executed when presented for execution to the Exchange. The ISE has established a policy that requires a PMM to trade with or release FARMM orders within 60 seconds of being presented for execution, barring unusual market conditions.

Questions regarding this circular may be directed to Pat Burke, Director of Market Operations at 212/897-0279, or, Jim Sampson, Director of Market Surveillance, at 212/897-0235.