

INTERNATIONAL SECURITIES EXCHANGE.

OPTIONS EXCHANGE						
Regulatory Information Circular						
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## Subject: Options - Penny Pilot Expansion (Update)

On Monday, February 1, 2010, the ISE, in conjunction with the options industry, will expand the list of eligible securities in the penny pilot program and begin quoting and trading an additional 75 options classes in penny increments. <u>Please note changes from the previous list announced</u> <u>on January 12, 2010, selections DHI and MEE will be replaced by BK and STX.</u>

As part of the Penny Trading Pilot a select number of options may trade in 1-cent increments when priced below \$3.00. Options priced \$3.00 and above will trade in 5-cent increments.

Symbol	Company Name	Symbol	Company Name
ABT	Abbott Laboratories	LEAP	Leap Wireless International Inc
AEM	Agnico-Eagle Mines Ltd	LLY	Eli Lilly & Co
AET	Aetna Inc	LO	Lorillard Inc
AFL	Aflac Inc	LOW	Lowe's Cos Inc
AKAM	Akamai Technologies Inc	М	Macy's Inc
AMAT	Applied Materials Inc	MCO	Moody's Corp
AMR	AMR Corp	MET	MetLife Inc
ANF	Abercrombie & Fitch Co	MMM	3M Co
APC	Anadarko Petroleum Corp	MU	Micron Technology Inc
ATVI	Activision Blizzard Inc	NUE	Nucor Corp
BBD	Banco Bradesco SA	OXY	Occidental Petroleum Corp
BCRX	BioCryst Pharmaceuticals Inc	PARD	Poniard Pharmaceuticals Inc
BK	Bank of New York Mellon Corp.	PEP	PepsiCo Inc/NC
BRCM	Broadcom Corp	PM	Philip Morris International Inc
BTU	Peabody Energy Corp	PNC	PNC Financial Services Group Inc
BX	Blackstone Group LP	QID	ProShares UltraShort QQQ
CAL	Continental Airlines Inc	SHLD	Sears Holdings Corp
CF	CF Industries Holdings Inc	SLM	SLM Corp
CMCSA	Comcast Corp	SLW	Silver Wheaton Corp
CSX	CSX Corp	SQNM	Sequenom Inc
CVS	CVS Caremark Corp	STEC	STEC Inc
CX	Cemex SAB de CV	STX	Seagate Technology Inc.

The new securities will be:

DD	El du Pont de Nemours & Co	SU	Suncor Energy Inc
ERTS	Electronic Arts Inc	TCK	Teck Resources Ltd
EWJ	iShares MSCI Japan Index Fund	TEVA	Teva Pharmaceutical Industries Ltd
FDX	FedEx Corp	TLT	iShares Barclays 20+ Year Treasury Bond Fund
FNM	Federal National Mortgage Association	TZA	Direxion Daily Small Cap Bear 3X Shares
FRE	Federal Home Loan Mortgage Corp	UAUA	UAL Corp
GILD	Gilead Sciences Inc	URE	ProShares Ultra Real Estate
GLW	Corning Inc	UTX	United Technologies Corp
HBC	HSBC Holdings PLC	WFR	MEMC Electronic Materials Inc
HES	Hess Corp	WFT	Weatherford International Ltd
HL	Hecla Mining Co	WLP	WellPoint Inc
HOG	Harley-Davidson Inc	XLB	Materials Select Sector SPDR Fund
HON	Honeywell International Inc	XRX	Xerox Corp
JOYG	Joy Global Inc	ХТО	XTO Energy Inc
JWN	Nordstrom Inc	YRCW	YRC Worldwide Inc
KFT	Kraft Foods Inc		

This list is also available on the ISE website:

http://www.ise.com/WebForm/viewPage.aspx?categoryId=152

## Securities trading in 1-cent increments

Pending regulatory approval, on February 1, 2010, ISE will begin trading all series in SPY (SPDR S&P 500 ETF) and IWM (iShares Russell 2000 Index Fund) in pennies, regardless of premium value. This will be in addition to QQQQ (PowerShares QQQ), which is already permitted in 1-cent increments at all levels.

For additional information about the rollout, you may visit:

http://www.ise.com/WebForm/viewPage.aspx?categoryId=152&header5=true&menu3=true&link7 =true

Please contact me with any questions.