



Regulatory Circular RG08-077

Date: July 1, 2008
To: Members and Member Firms
From: Member Firm Regulation
Re: Supplement to the Options Disclosure Document

On June 26, 2008, the SEC approved a supplement to the Options Disclosure Document ("the ODD"). The ODD contains general disclosures on the characteristics and risks of trading standardized options. The recently approved supplement ("ODD Supplement") provides additional disclosures regarding certain binary options on stock and broad-based indexes, range options, and delayed start options. This ODD Supplement supercedes and replaces the April 2008 supplement.

Member Firms should be aware that Exchange Rule 9.15 requires that each customer who was previously furnished an ODD be furnished with a copy of an amendment to the current ODD. Member firms may comply with this requirement in various ways including, but not limited to, one of the following:

- (1) The firm may choose to deliver the ODD Supplement to all of their approved customers who have already received the ODD. ***A firm may deliver the Supplement electronically to its customers, provided that such delivery comports with SEC Rules respecting electronic delivery.***
- (2) The firm may deliver the ODD Supplement to a customer, who has already received the ODD, with the first confirmation of a transaction involving an options contract.

Further, a copy of the ODD as amended to include the ODD Supplement must be delivered to all new options customers.

Copies of the ODD or the ODD Supplement, including information on how to obtain a PDF of the supplement, may be obtained by contacting Dianne Svoboda of the Options Clearing Corporation at (312) 322-6212 or at dsvoboda@theocc.com. Questions about this memorandum may be directed to Lawrence J. Bresnahan at (312) 786-7713.