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APPROVAL

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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 19b-4(e)

Information Required of a Self-Regulatory Organization Listing and Trading a New
Derivative Securities Product Pursuant to Rule 19b-4(e) Under the Securities Exchange Act of 1934

REC'D S.E.C.
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SECURITIES AND EXCHANGE COMMISSION
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MARKET REGULATION

READ ALL INSTRUCTIONS PRIOR TO COMPLETING FORM

Part I Initial Listing Report

- Name of Self-Regulatory Organization Listing New Derivative Securities Product:
Chicago Board Options Exchange, Incorporated
- Type of Issuer of New Derivative Securities Product (e.g., clearinghouse, broker-dealer, corporation, etc.):
Clearing corporation
- Class of New Derivative Securities Product:
Securities option
- Name of Underlying Instrument:
CBOE China Index
- If Underlying Instrument is an Index, State Whether it is Broad-Based or Narrow-Based:
Narrow-Based
- Ticker Symbol(s) of New Derivative Securities Product:
To Be Determined
- Market or Markets Upon Which Securities Comprising Underlying Instrument Trades:
NYSE, NASDAQ, AMEX
- Settlement Methodology of New Derivative Securities Product:
Cash settled
- Position Limits of New Derivative Securities Product (if applicable):
31,500 contracts on either side of the market

PROCESSED
APR 23 2004
THOMSON FINANCIAL

Part II Execution

The undersigned represents that the governing body of the above-referenced Self-Regulatory Organization has duly approved, or has duly delegated its approval to the undersigned for, the listing and trading of the above-referenced new derivative securities product according to its relevant trading rules, procedures, surveillance programs and listing standards.

Name of Official Responsible for Form:
Edward Joyce
Title:
President and Chief Operating Officer
Telephone Number:
(312) 786-7070

Manual Signature of Official Responsible for Form:
Edward J. Joyce
Date:
4-2-04

Act	Securities Exchange Act of 1934
Section	19b-4
Rule	19b-4(e)
Public	

Exhibit A

(Underscoring indicates material to be added and brackets indicate materials to be deleted.)

**Chicago Board Options Exchange, Inc.
Rules**

CHAPTER XXIV - Index Options

Rule 24.1 Definitions (No change)

... Interpretations and Policies

.01 The reporting authorities designated by the Exchange in respect of each index underlying an index option contract traded on the Exchange are as follows:

[Add the following to the current list:]

<i>Index</i>	<i>Reporting Authority</i>
<u>CBOE China Index.....</u>	<u>Chicago Board Options Exchange, Incorporated</u>

Rule 24.6. The Board of Directors has resolved that, except as otherwise provided in this Rule or under unusual conditions as may be determined by the Board or its designee, transactions in index options may be effected on the Exchange between the hours of 8:30 a.m. Chicago time and 3:15 p.m. Chicago time. With respect to options on foreign indexes, the Board’s designee shall determine the days and hours of business. Transactions in the following index options may be effected on the Exchange between the hours of 8:30 a.m. Chicago time and 3:02 p.m. Chicago time:

[Add the following to the current list:]

<u>CBOE China Index.....</u>	<u>Chicago Board Options Exchange, Incorporated</u>
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Rule 24.9 – Terms of Index Option Contracts

Rule 24.9

(a) *General.*

(1) – (2) No Change.

(3) *“European-Style Exercise”.* The following European-style index options, some of which are A.M.-settled as provided in paragraph (a)(4), are approved for trading on the Exchange:

[Add the following to the current list:]

CBOE China Index..... Chicago Board Options Exchange, Incorporated

- (4) *A.M. Settled Index Options.* The last day of trading for A.M.-settled index options shall be the business day preceding the last day of trading in the underlying securities prior to expiration. The current index value at the expiration of an A.M.-settled index option shall be determined, for all purposes under these Rules and the Rules of the Clearing Corporation, on the last day of trading in the underlying securities prior to expiration, by reference to the reported level of such index as derived from first reported sale (opening) prices of the underlying securities on such day, except that in the event that the primary market for an underlying security does not open for trading, halts trading prematurely, or otherwise experiences a disruption of normal trading on that day, or in the event that the primary market for an underlying security is open for trading on that day, but that particular security does not open for trading, halts trading prematurely, or otherwise experiences a disruption of normal trading on that day, the price of that security shall be determined, for the purposes of calculating the current index value at expiration, as set forth in Rule 24.7(e).

The following A.M.-settled index options are approved for trading on the Exchange:

CBOE China Index..... Chicago Board Options Exchange, Incorporated

- (5) No change.
- (b) *Long-Term Index Options Series ("LEAPS®").*
- (1) No change.
- (2) *Reduced Value LEAPS.*
- (A) Reduced-value LEAPS on the following stock indicies are approved for trading on the Exchange:

[Add the following to the current list:]

CBOE China Index..... Chicago Board Options Exchange, Incorporated

- (B) No change.
- (c) No change.

* * * * *

... Interpretations and Policies

.01 The procedures for adding and deleting strike prices for index options are provided in Rule 5.5 and Interpretations and Policies related thereto, as otherwise generally provided by Rule 24.9, and include the following:

(a) The interval between strike prices will be no less than \$5.00; provided, that in the case of the following classes of index options, the interval between strike prices will be no less than \$2.50:

[Add the following to the current list:]

CBOE China Index..... Chicago Board Options Exchange, Incorporated

(b) – (d) No change.

.02 - .11 No change.

* * * * *



Act	Securities Exchange Act of 1934
Section	19b-4
Rule	19b-4(e)
Public Availability:	April 8, 2004

James M. Flynn
 Attorney II
 Legal Division
 Phone: 312-786-7070
 Fax: 312-786-7919
 jflynn@cboe.com

April 7, 2004

**SENT VIA OVERNIGHT DELIVERY
 AND VIA FACSIMILE TRANSMISSION**

Ms. Gail Fortson
 Division of Market Regulation
 Securities and Exchange Commission
 450 Fifth Street, NW
 Washington, D.C. 20549

SECURITIES AND EXCHANGE COMMISSION
 RECEIVED
 APR 9 2004
 DIVISION OF MARKET REGULATION

Re: Form 19b-4(e) Filing for a New Derivative Securities Product:
 Options on the *CBOE China Index*

Dear Ms. Fortson:

Please find enclosed an original and Nine (9) copies of Form 19b-4(e) in anticipation of CBOE's intention to list options on a narrow-based index known as the CBOE China Index. CBOE is submitting the attached Form 19b-4(e) in accordance with Rule 19b-4(e) of the Securities Exchange Act of 1934, as amended ("Act"). As you know, pursuant to Rule 19b-4(e) of the Act, the listing and trading of a new derivatives security product by a self-regulatory organization shall not be deemed a proposed rule change if the Commission has approved, pursuant to section 19(b) of the Act, trading rules, procedures, and listing standards for the product class that would include the new derivative security product. Instead, an Exchange merely needs to submit SEC Form 19b-4(e) to the Commission within Five (5) business days after commencement of trading of the new derivative securities product. CBOE believes that the CBOE China Index satisfies the generic listing standards for narrow-based indexes under CBOE Rule 24.2(b), as previously approved by the Commission.

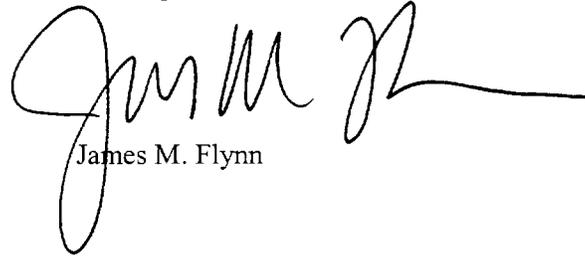
Also enclosed is an exhibit that illustrates the amendments that must be made to certain sections of CBOE Chapter 24 (*Index Options*) to reflect the addition of the CBOE China Index as an index option class. Specifically, the CBOE China Index must be added to Interpretation and Policy .01 to Rule 24.1 to designate the index's reporting authority; to Rule 24.6 to reflect the applicable trading days and hours for options on the index; to Rule 24.9(a)(3) and (a)(4) to establish that options on the index will be "European-Style" exercised and will be "A.M.-settled;" to Rule 24.9(b) to reflect that the index is eligible for both LEAP and Reduced-LEAP options; and to Interpretation and Policy .01 to Rule 24.9 to reflect that series of options on the index will trade in \$2.50 strike price intervals.¹ (See attached Exhibit A).

¹ Securities Exchange Act Release No. 34-43108 (December 22, 1998) ("Release") provides that, when submitting a Form 19b-4(e) for the purposes of listing a new derivative security product, an Exchange "need not submit a rule filing pursuant to section 19(b) of the Act and Rule 19b-4 thereunder merely because [the Exchange] is adding a new derivative securities product to [an existing] list." See footnote 137 to the Release.

Gail Fortson
April 7, 2004
Page 2 of 2

If you have any questions or should you require additional information, please feel free to contact me directly at (312) 786-7070.

Best regards,

A handwritten signature in black ink, appearing to read 'J M Flynn', with a long horizontal flourish extending to the right.

James M. Flynn

Enclosure

cc: Florence Harmon – SEC Division of Market Regulation
Richard DuFour
Joanne Moffic-Silver
Joe Levin
Christopher Hill