



**Boston Options Exchange Regulation LLC  
Regulatory Circular 2007-09**

**TO: BOX Participants and Participant Organizations**  
**FROM: BOX Regulation LLC/BSE Regulatory Services**  
**DATE: December 10, 2007**  
**SUBJECT: Position Limits**

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The Boston Stock Exchange filed with the Securities and Exchange Commission a rule change which has been rendered effective upon filing that:

- Eliminates position and exercise limits for options on the Russell 2000 Index (“RUT Options”). See Boston Options Exchange (“BOX”) Rules Chapter XIV, Section 5.
- Specifies that for those broad-based index options that do not have position and exercise limits, there are similarly no position and exercise limits for reduced-value options on those same broad-based indexes e.g. Mini-Russell 2000 Index (“RMN”) options and Mini-Nasdaq-100 Index (“MNX”) options. See BOX Rules Chapter XIV, Section 5.

Please note that each participant (other than a BOX Market Maker) that maintains a broad based index option position on the same side of the market in excess of 100,000 contracts in NDX or RUT for its own account or the account of a customer shall be subject to the reporting requirements under BOX Rules Chapter XIV, Section 7.

The new rule and the proposed rule change should be reviewed with your compliance department. The proposal may be located at the Exchange’s website at <http://www.bostonstock.com>. Refer to BSE Rule Filing SR-BSE-2007-49 Amendment 1.

If you have any questions regarding this information contact Jim Forsgard, Surveillance Analyst at (617) 235-2312.