Boston Options Exchange Regulation LLC
Regulatory Circular 2007-12

TO: **BOX Participants and Participant Organizations**

FROM: **BOX Regulation LLC/BSE Regulatory Services**

DATE: **December 26, 2007**

SUBJECT: **Opening Spreads in NYSE Listed Names During Periods of "Extremely High Market Volatility"**

The New York Stock Exchange recently adopted NYSE Rule 48 that allows the Exchange to suspend the requirement to disseminate price indicators prior to the opening when it has declared "extremely high market volatility." When NYSE has declared extreme market volatility condition, BOXR will allow a maximum bid/ask differential prior to the opening rotation of up to triple that provided for standard equity and indexes options under BOX Rule Chapter 6, Section 5 for listed names only.

This declaration will be disseminated by NYSE and not by BOX or BOXR. This relief is granted beginning on January 2, 2008 through the March 2008 Expiration Cycle.

Please review this information with your compliance department. If you have any questions regarding this information contact Joe Dalton at (617) 235-2317 or Bruce Goodhue at (617) 235-2022.