



RULE
ADOPTION
NOTICE

RAN-04-26
July 19, 2004

TO: All PCX OTP Holders and OTP Firms

FROM: Department of Regulatory Policy

SUBJECT: System Phase-In for PCX Plus
(File No. SR-PCX-2004-57)

On June 28, 2004, the Exchange filed a proposed rule change with the Securities and Exchange Commission to amend PCX Rule 6.90 to extend the phase-in date for PCX Plus from June 30, 2004 until December 31, 2004. The Exchange filed the proposal pursuant to Section 19(b)(3)(A) of the Act and Rule 19b-4(f)(6) thereunder, which rendered the proposal effective upon filing with the Commission. On June 29, 2004, the Commission published the notice of filing and immediate effectiveness of the proposed rule change.

The following is the text of the rule change. Questions regarding this bulletin may be directed to Mai S. Shiver at (415) 393-4266.

EXHIBIT A
Text of the Proposed Rule Change:¹

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PCX Plus

Rule 6.90(a) – No Change.

(b) System Phase-In and Applicability of the Rules. The PCX estimates that the rules applicable to PCX Plus will be implemented gradually on an issue-by-issue basis beginning October 6, 2003, and will become completely operative and applicable to all options issues by [June 30, 2004] December 31, 2004. At that time, the rules relating to PCX Plus will supercede existing rules that are inapplicable to the new trading environment.

(c) – (h) – No change.

¹ New text is underscored; deleted text is in brackets.