



---

## Memorandum

To:	<b>ISE Members</b>
From:	<b>Office of the CFO</b>
Date:	<b>October 2, 2006</b>
Re:	<b>Fee Notice</b>

### ***Transaction Fee***

Per the average daily volume formula presented in the current ISE Fee Schedule, the transaction fee for ISE market makers will be \$0.14 per contract, \$0.07 per contract less than the standard rate.

<b>Fee</b>	<b>Standard Rate</b>	<b>Current Rate</b>	<b>Rate as of 10/01/2006</b>
<b>Market Maker Execution Fee</b>	<b>\$0.21</b>	<b>\$0.14</b>	<b>\$0.14</b>

The above rate does not include a \$.03 per contract comparison fee that is assessed on all transactions (unless otherwise waived) and a licensing surcharge that is assessed on all transactions (unless otherwise waived) in products that are listed in the surcharge fee item contained in the ISE Fee Schedule.

### ***Cancelled Fees***

*Surcharge Fees:* Effective October 2, 2006, ISE will no longer charge a surcharge fee on transactions in SPY.

\* \* \* \* \*

ISE's fee schedule is available at: [http://www.iseoptions.com/legal/pdf/fee/fee\\_schedule.pdf](http://www.iseoptions.com/legal/pdf/fee/fee_schedule.pdf)

Please call Meinie Cheek at (212) 897-0246 or Amit Muni at (212) 897-0211 if you have any questions.