



INTERNATIONAL SECURITIES EXCHANGE

**SERIES ADJUSTMENTS 2001-032
ONN INFORMATION CIRCULAR #189
June 21, 2001**

******UPDATE*******

**ALZA Corporation (AZA) Pending Merger with Johnson & Johnson (JNJ)
Anticipated Merger Effective Date June 22, 2001**

On Thursday, June 21, 2001, the shareholders of ALZA Corporation (AZA) approved the proposed merger with Johnson & Johnson (JNJ). When the merger is consummated, each AZA share will be converted into the right to receive 0.98 shares of JNJ stock. The merger is anticipated to be completed on June 22, 2001

Pending Contract Adjustments

Pursuant to Options Clearing Corporation (OCC) by-laws, all outstanding ALZA Corporation options will be adjusted as follows:

Adjustment Date:	Anticipated June 25, 2001
ISE Underlying Symbol	No Change
OPRA Option Symbols:	AZA Becomes AYH VZA (03) Becomes VYH
Strike Prices:	No Change
No. Of Contracts:	No Change
Multiplier:	100*(eg., Premium of 1.00 = \$100)
New Deliverable/Contract:	0.98 Shares of Johnson & Johnson

***The foregoing is an unofficial summary of the terms of the Merger, prepared by the ISE for the convenience of its members. ISE accepts no responsibility for the accuracy or completeness of the summary. Members should refer to the proxy statement for the authoritative description of the merger terms and conditions.*

GTC Order Cancellation:

Immediately after the ISE close on the effective date of the merger, all resting orders in the AZA order book will be cancelled.

ADJUSTED EXERCISE PRICES:

Effective with the opening of business, after the date the merger is consummated, trading in AZA series will be on an adjusted basis. The strike price adjustments below are expected based on the current outstanding series. Any additional AZA series added prior to the merger date will also be adjusted in the manner outlined below.

ALZA Corporation (AZA) (Before - Date To Be Announced) 100 shares AZA					ALZA Corporation (AZA) (Beginning - Date To Be Announced) (See New Deliverable Above)				
ISESeries	OPRA	Month	Strike	Calls/Puts	ISESeries	OPRA	Month	Strike	Calls/Puts
AZA1JUL25.0C/P	AZA	JUL	25	GE/SE	AZA1JUL25.0CX/PX	AYH	JUL	25	GE/SE
AZA1JUL27.5C/P	AZA	JUL	27 1/2	GY/SY	AZA1JUL27.5CX/PX	AYH	JUL	27 1/2	GY/SY
AZA1JUL30.0C/P	AZA	JUL	30	GF/SF	AZA1JUL30.0CX/PX	AYH	JUL	30	GF/SF
AZA1JUL32.5C/P	AZA	JUL	32 1/2	GZ/SZ	AZA1JUL32.5CX/PX	AYH	JUL	32 1/2	GZ/SZ
AZA1JUL35.0C/P	AZA	JUL	35	GG/SG	AZA1JUL35.0CX/PX	AYH	JUL	35	GG/SG
AZA1JUL37.5C/P	AZA	JUL	37 1/2	GU/SU	AZA1JUL37.5CX/PX	AYH	JUL	37 1/2	GU/SU
AZA1JUL40.0C/P	AZA	JUL	40	GH/SH	AZA1JUL40.0CX/PX	AYH	JUL	40	GH/SH
AZA1JUL42.5C/P	AZA	JUL	42 1/2	GV/SV	AZA1JUL42.5CX/PX	AYH	JUL	42 1/2	GV/SV
AZA1JUL45.0C/P	AZA	JUL	45	GI/SI	AZA1JUL45.0CX/PX	AYH	JUL	45	GI/SI
AZA1JUL47.5C/P	AZA	JUL	47 1/2	GW/SW	AZA1JUL47.5CX/PX	AYH	JUL	47 1/2	GW/SW
AZA1JUL50.0C/P	AZA	JUL	50	GJ/SJ	AZA1JUL50.0CX/PX	AYH	JUL	50	GJ/SJ
AZA1JUL55.0C/P	AZA	JUL	55	GK/SK	AZA1JUL55.0CX/PX	AYH	JUL	55	GK/SK

ALZA Corporation (AZA)
(Before - Date To Be Announced)
100 shares AZA

ALZA Corporation (AZA)
(Beginning - Date To Be Announced)
(See New Deliverable Above)

ISESeries	OPRA	Month	Strike	Calls/Puts	ISESeries	OPRA	Month	Strike	Calls/Puts
AZA1AUG42.5C/P	AZA	AUG	42 1/2	HV/TV	AZA1AUG42.5CX/PX	AYH	AUG	42 1/2	HV/TV
AZA1AUG45.0C/P	AZA	AUG	45	HI/TI	AZA1AUG45.0CX/PX	AYH	AUG	45	HI/TI
AZA1AUG47.5C/P	AZA	AUG	47 1/2	HW/TW	AZA1AUG47.5CX/PX	AYH	AUG	47 1/2	HW/TW
AZA1AUG50.0C/P	AZA	AUG	50	HJ/TJ	AZA1AUG50.0CX/PX	AYH	AUG	50	HJ/TJ
AZA1AUG55.0C/P	AZA	AUG	55	HK/TK	AZA1AUG55.0CX/PX	AYH	AUG	55	HK/TK
AZA1AUG60.0C/P	AZA	AUG	60	HL/TL	AZA1AUG60.0CX/PX	AYH	AUG	60	HL/TL
AZA1AUG65.0C/P	AZA	AUG	65	HM/TM	AZA1AUG65.0CX/PX	AYH	AUG	65	HM/TM
AZA1OCT25.0C/P	AZA	OCT	25	JE/VE	AZA1OCT25.0CX/PX	AYH	OCT	25	JE/VE
AZA1OCT27.5C/P	AZA	OCT	27 1/2	JY/VY	AZA1OCT27.5CX/PX	AYH	OCT	27 1/2	JY/VY
AZA1OCT30.0C/P	AZA	OCT	30	JF/VF	AZA1OCT30.0CX/PX	AYH	OCT	30	JF/VF
AZA1OCT32.5C/P	AZA	OCT	32 1/2	JZ/VZ	AZA1OCT32.5CX/PX	AYH	OCT	32 1/2	JZ/VZ
AZA1OCT35.0C/P	AZA	OCT	35	JG/VG	AZA1OCT35.0CX/PX	AYH	OCT	35	JG/VG
AZA1OCT37.5C/P	AZA	OCT	37 1/2	JU/VU	AZA1OCT37.5CX/PX	AYH	OCT	37 1/2	JU/VU
AZA1OCT40.0C/P	AZA	OCT	40	JH/VH	AZA1OCT40.0CX/PX	AYH	OCT	40	JH/VH
AZA1OCT42.5C/P	AZA	OCT	42 1/2	JV/VV	AZA1OCT42.5CX/PX	AYH	OCT	42 1/2	JV/VV
AZA1OCT45.0C/P	AZA	OCT	45	JI/VI	AZA1OCT45.0CX/PX	AYH	OCT	45	JI/VI
AZA1OCT47.5C/P	AZA	OCT	47 1/2	JW/VW	AZA1OCT47.5CX/PX	AYH	OCT	47 1/2	JW/VW
AZA1OCT50.0C/P	AZA	OCT	50	JJ/VJ	AZA1OCT50.0CX/PX	AYH	OCT	50	JJ/VJ
AZA1OCT55.0C/P	AZA	OCT	55	JK/VK	AZA1OCT55.0CX/PX	AYH	OCT	55	JK/VK
AZA2JAN17.5C/P	AZA	JAN	17 1/2	AQ/MQ	AZA2JAN17.5CX/PX	AYH	JAN	17 1/2	AQ/MQ
AZA2JAN20.0C/P	AZA	JAN	20	AD/MD	AZA2JAN20.0CX/PX	AYH	JAN	20	AD/MD
AZA2JAN22.5C/P	AZA	JAN	22 1/2	AX/MX	AZA2JAN22.5CX/PX	AYH	JAN	22 1/2	AX/MX
AZA2JAN25.0C/P	AZA	JAN	25	AE/ME	AZA2JAN25.0CX/PX	AYH	JAN	25	AE/ME
AZA2JAN27.5C/P	AZA	JAN	27 1/2	AY/MY	AZA2JAN27.5CX/PX	AYH	JAN	27 1/2	AY/MY
AZA2JAN30.0C/P	AZA	JAN	30	AF/MF	AZA2JAN30.0CX/PX	AYH	JAN	30	AF/MF
AZA2JAN32.5C/P	AZA	JAN	32 1/2	AZ/MZ	AZA2JAN32.5CX/PX	AYH	JAN	32 1/2	AZ/MZ
AZA2JAN35.0C/P	AZA	JAN	35	AG/MG	AZA2JAN35.0CX/PX	AYH	JAN	35	AG/MG
AZA2JAN37.5C/P	AZA	JAN	37 1/2	AU/MU	AZA2JAN37.5CX/PX	AYH	JAN	37 1/2	AU/MU
AZA2JAN40.0C/P	AZA	JAN	40	AH/MH	AZA2JAN40.0CX/PX	AYH	JAN	40	AH/MH
AZA2JAN42.5C/P	AZA	JAN	42 1/2	AV/MV	AZA2JAN42.5CX/PX	AYH	JAN	42 1/2	AV/MV
AZA2JAN45.0C/P	AZA	JAN	45	AI/MI	AZA2JAN45.0CX/PX	AYH	JAN	45	AI/MI
AZA2JAN47.5C/P	AZA	JAN	47 1/2	AW/MW	AZA2JAN47.5CX/PX	AYH	JAN	47 1/2	AW/MW
AZA2JAN50.0C/P	AZA	JAN	50	AJ/MJ	AZA2JAN50.0CX/PX	AYH	JAN	50	AJ/MJ
AZA2JAN55.0C/P	AZA	JAN	55	AK/MK	AZA2JAN55.0CX/PX	AYH	JAN	55	AK/MK

ALZA Corporation - 2003 Leap (AZA/VZA)
(Before - Date To Be Announced)
100 shares AZA

ALZA Corporation - 2003 Leap (AZA/OSO)
(Beginning - Date To Be Announced)
(See New Deliverable Above)

ISESeries	OPRA	Month	Strike	Calls/Puts	ISESeries	OPRA	Month	Strike	Calls/Puts
AZA3JAN20.0C/P	VZA	JAN	20	AD/MD	AZA3JAN20.0CX/PX	VYN	JAN	20	AD/MD
AZA3JAN22.5C/P	VZA	JAN	22 1/2	AX/MX	AZA3JAN22.5CX/PX	VYN	JAN	22 1/2	AX/MX
AZA3JAN25.0C/P	VZA	JAN	25	AE/ME	AZA3JAN25.0CX/PX	VYN	JAN	25	AE/ME
AZA3JAN27.5C/P	VZA	JAN	27 1/2	AY/MY	AZA3JAN27.5CX/PX	VYN	JAN	27 1/2	AY/MY
AZA3JAN30.0C/P	VZA	JAN	30	AF/MF	AZA3JAN30.0CX/PX	VYN	JAN	30	AF/MF
AZA3JAN32.5C/P	VZA	JAN	32 1/2	AZ/MZ	AZA3JAN32.5CX/PX	VYN	JAN	32 1/2	AZ/MZ
AZA3JAN35.0C/P	VZA	JAN	35	AG/MG	AZA3JAN35.0CX/PX	VYN	JAN	35	AG/MG
AZA3JAN37.5C/P	VZA	JAN	37 1/2	AU/MU	AZA3JAN37.5CX/PX	VYN	JAN	37 1/2	AU/MU
AZA3JAN40.0C/P	VZA	JAN	40	AH/MH	AZA3JAN40.0CX/PX	VYN	JAN	40	AH/MH
AZA3JAN42.5C/P	VZA	JAN	42 1/2	AV/MV	AZA3JAN42.5CX/PX	VYN	JAN	42 1/2	AV/MV
AZA3JAN45.0C/P	VZA	JAN	45	AI/MI	AZA3JAN45.0CX/PX	VYN	JAN	45	AI/MI
AZA3JAN47.5C/P	VZA	JAN	47 1/2	AW/MW	AZA3JAN47.5CX/PX	VYN	JAN	47 1/2	AW/MW
AZA3JAN50.0C/P	VZA	JAN	50	AJ/MJ	AZA3JAN50.0CX/PX	VYN	JAN	50	AJ/MJ

Questions regarding this release may be directed to Barbara Wheeler at (212) 897-0252.