

SERIES ADJUSTMENTS - 2001-049
ONN INFORMATION CIRCULAR #234
October 4, 2001

Texaco Inc. (TX) Pending Merger with Chevron Corporation (CHV)

On Tuesday, October 9, the shareholders of Texaco Inc (TX) will vote to approve the proposed merger with Chevron Corporation (CHV). If the merger is approved and consummated, each TX share will be converted into the right to receive 0.77 common shares of ChevronTexaco Corporation (CHV). Chevron Corporation is expected to change name to ChevronTexaco Corporation immediately after the merger.

The merger is anticipated to be effective on October 9, 2001

Pending Contract Adjustments

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

Adjustment Date: Adjustments effective the day following the merger, anticipated to be October 10, 2001
ISE Underlying Symbol No Change
OPRA Option Symbols: TX Becomes XXE
VXC Becomes OXK
LTO Becomes KXE
Multiplier: 100*(eg., Premium of 1.00 = \$100)
New Deliverable/Contract: 77 shares of ChevronTexaco Corp

***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 TX order book will be cancelled.

ADJUSTED EXERCISE PRICES:

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

Texaco Inc. (TX) (Before - Date To Be Announced) 100 shares TX					Texaco Inc. (TX) (Beginning - Date To Be Announced) (See New Deliverable Above)				
ISESeries	OPRA	Month	Strike	Calls/Puts	ISESeries	OPRA	Month	Strike	Calls/Puts
TX1OCT40.0C/P	TX	OCT	40	JH/VH	TX1OCT40.0CX/PX	XXE	OCT	40	JH/VH
TX1OCT45.0C/P	TX	OCT	45	JI/VI	TX1OCT45.0CX/PX	XXE	OCT	45	JI/VI
TX1OCT50.0C/P	TX	OCT	50	JJ/VJ	TX1OCT50.0CX/PX	XXE	OCT	50	JJ/VJ
TX1OCT55.0C/P	TX	OCT	55	JK/VK	TX1OCT55.0CX/PX	XXE	OCT	55	JK/VK
TX1OCT60.0C/P	TX	OCT	60	JL/VL	TX1OCT60.0CX/PX	XXE	OCT	60	JL/VL
TX1OCT65.0C/P	TX	OCT	65	JM/VM	TX1OCT65.0CX/PX	XXE	OCT	65	JM/VM
TX1OCT70.0C/P	TX	OCT	70	JN/VN	TX1OCT70.0CX/PX	XXE	OCT	70	JN/VN
TX1OCT75.0C/P	TX	OCT	75	JO/VO	TX1OCT75.0CX/PX	XXE	OCT	75	JO/VO
TX1OCT80.0C/P	TX	OCT	80	JP/VP	TX1OCT80.0CX/PX	XXE	OCT	80	JP/VP
TX1OCT85.0C/P	TX	OCT	85	JQ/VQ	TX1OCT85.0CX/PX	XXE	OCT	85	JQ/VQ

Texaco Inc. (TX)
(Before - Date To Be Announced)
100 shares TX

Texaco Inc. (TX)
(Beginning - Date To Be Announced)
(See New Deliverable Above)

ISESeries	OPRA	Month	Strike	Calls/Puts	ISESeries	OPRA	Month	Strike	Calls/Puts
TX1NOV55.0C/P	TX	NOV	55	KK/WK	TX1NOV55.0CX/PX	XXE	NOV	55	KK/WK
TX1NOV60.0C/P	TX	NOV	60	KL/WL	TX1NOV60.0CX/PX	XXE	NOV	60	KL/WL
TX1NOV65.0C/P	TX	NOV	65	KM/MM	TX1NOV65.0CX/PX	XXE	NOV	65	KM/MM
TX1NOV70.0C/P	TX	NOV	70	KN/WN	TX1NOV70.0CX/PX	XXE	NOV	70	KN/WN
TX1NOV75.0C/P	TX	NOV	75	KO/VO	TX1NOV75.0CX/PX	XXE	NOV	75	KO/VO
TX2JAN50.0C/P	TX	JAN	50	AJ/MJ	TX2JAN50.0CX/PX	XXE	JAN	50	AJ/MJ
TX2JAN55.0C/P	TX	JAN	55	AK/MK	TX2JAN55.0CX/PX	XXE	JAN	55	AK/MK
TX2JAN60.0C/P	TX	JAN	60	AL/ML	TX2JAN60.0CX/PX	XXE	JAN	60	AL/ML
TX2JAN65.0C/P	TX	JAN	65	AM/MM	TX2JAN65.0CX/PX	XXE	JAN	65	AM/MM
TX2JAN70.0C/P	TX	JAN	70	AN/MN	TX2JAN70.0CX/PX	XXE	JAN	70	AN/MN
TX2JAN75.0C/P	TX	JAN	75	AO/MO	TX2JAN75.0CX/PX	XXE	JAN	75	AO/MO
TX2JAN80.0C/P	TX	JAN	80	AP/MP	TX2JAN80.0CX/PX	XXE	JAN	80	AP/MP
TX2JAN85.0C/P	TX	JAN	85	AQ/MQ	TX2JAN85.0CX/PX	XXE	JAN	85	AQ/MQ
TX2APR55.0C/P	TX	APR	55	DK/PK	TX2APR55.0CX/PX	XXE	APR	55	DK/PK
TX2APR60.0C/P	TX	APR	60	DL/PL	TX2APR60.0CX/PX	XXE	APR	60	DL/PL
TX2APR65.0C/P	TX	APR	65	DM/PM	TX2APR65.0CX/PX	XXE	APR	65	DM/PM
TX2APR70.0C/P	TX	APR	70	DN/PN	TX2APR70.0CX/PX	XXE	APR	70	DN/PN
TX2APR75.0C/P	TX	APR	75	DO/PO	TX2APR75.0CX/PX	XXE	APR	75	DO/PO
TX2APR80.0C/P	TX	APR	80	DP/PP	TX2APR80.0CX/PX	XXE	APR	80	DP/PP
TX3JAN40.0C/P	VXC	JAN	40	AH/MH	TX3JAN40.0CX/PX	OXK	JAN	40	AH/MH
TX3JAN50.0C/P	VXC	JAN	50	AJ/MJ	TX3JAN50.0CX/PX	OXK	JAN	50	AJ/MJ
TX3JAN55.0C/P	VXC	JAN	55	AK/MK	TX3JAN55.0CX/PX	OXK	JAN	55	AK/MK
TX3JAN60.0C/P	VXC	JAN	60	AL/ML	TX3JAN60.0CX/PX	OXK	JAN	60	AL/ML
TX3JAN70.0C/P	VXC	JAN	70	AN/MN	TX3JAN70.0CX/PX	OXK	JAN	70	AN/MN
TX3JAN80.0C/P	VXC	JAN	80	AP/MP	TX3JAN80.0CX/PX	OXK	JAN	80	AP/MP
TX4JAN50.0C/P	LTO	JAN	50	AJ/MJ	TX4JAN50.0CX/PX	KXE	JAN	50	AJ/MJ
TX4JAN60.0C/P	LTO	JAN	60	AL/ML	TX4JAN60.0CX/PX	KXE	JAN	60	AL/ML
TX4JAN70.0C/P	LTO	JAN	70	AN/MN	TX4JAN70.0CX/PX	KXE	JAN	70	AN/MN
TX4JAN80.0C/P	LTO	JAN	80	AP/MP	TX4JAN80.0CX/PX	KXE	JAN	80	AP/MP
TX4JAN90.0C/P	LTO	JAN	90	AR/MR	TX4JAN90.0CX/PX	KXE	JAN	90	AR/MR

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