



INTERNATIONAL SECURITIES EXCHANGE

SERIES ADJUSTMENTS - 2002-031

ONN INFORMATION CIRCULAR # 332

June 17, 2002

Taiwan Semiconductor (TSM)
10% Stock Dividend
Ex-Distribution Date: 6/19/2002

Taiwan Semiconductor Manufacturing Co. (TSM) has declared a 10% stock dividend on its outstanding American Depositary Shares. The ex-distribution date for the dividend as established by the New York Stock Exchange, is Wednesday, June 19, 2002.

Contract Adjustments:

Pursuant to the by-laws of The Options Clearing Corporation ("OCC"), all Taiwan Semiconductor options will be adjusted as follows:

Adjustment Date: Effective with exercises of Wednesday, June 19, 2002 and thereafter.
ISE Underlying Symbol(s): Unchanged - TSM
OPRA Option Symbol(s): TSM becomes TVM
Size of Contract: 110 shares
Strike Prices: Reduced by dividing existing strikes by 1.1 and rounding to the nearest eighth.
Multiplier: 110 (e.g., Premium of 1.00 = \$110)
New Deliverable/Contract: 110 Shares of Taiwan Semiconductor (ADS's)

GTC Order Cancellation:

On Tuesday, June 18, 2002, immediately after the ISE close, all resting orders in the TSM order book will be cancelled.

Position and Exercise Limits:

The ISE Surveillance Department has determined that position and exercise limits following this stock split, and until January 18, 2003 expiration will be any combination of TSM and TVM options not to exceed 8,250,000 shares of TSM, through the January 18, 2003, at which time it will revert to its standard limit of 75,000 contracts.

Unadjusted New Shares:

New TSM series with a contract unit of 100 shares will be introduced on Thursday, June 20, 2002. Strike prices and expiration months will be announced on a separate release.

Adjusted Exercise Prices:

On Wednesday, June 19, 2002, the ex-distribution date, trading in TSM series will be on an adjusted basis. The strike price adjustments listed below are expected based on the current outstanding series. Any additional TSM series added prior to the ex-date will also be adjusted in the manner outlined below.

ISE Series	Taiwan Semiconductor (TSM) (Before 6/19/2002) (100 shrs TSM)				ISE Series	Taiwan Semiconductor (TVM) (Beginning 6/19/2002) (110 shrs TSM)			
	OPRA	Month	Strike	Calls/Puts		OPRA	Month	Strike	Calls/Puts
TSM2JUN12.5C/P	TSM	JUN	12 1/2	FV/RV	TSM2JUN11.4CX/PX	TVM	JUN	11 3/8	FU/RU
TSM2JUN15.0C/P	TSM	JUN	15	FC/RC	TSM2JUN13.6CX/PX	TVM	JUN	13 5/8	FW/RW
TSM2JUN17.5C/P	TSM	JUN	17 1/2	FW/RW	TSM2JUN15.9CX/PX	TVM	JUN	15 7/8	FX/RX

Taiwan Semiconductor (TSM)
 (Before 6/19/2002)
 (100 shrs TSM)

Taiwan Semiconductor (TVM)
 (Beginning 6/19/2002)
 (110 shrs TSM)

<u>ISE Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>	<u>ISE Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>
TSM2JUN20.0C/P	TSM	JUN	20	FD/RD	TSM2JUN18.1CX/PX	TVM	JUN	18 1/8	FY/RY
TSM2JUN22.5C/P	TSM	JUN	22 1/2	FX/RX	TSM2JUN20.5CX/PX	TVM	JUN	20 1/2	FZ/RZ
TSM2JUL12.5C/P	TSM	JUL	12 1/2	GV/SV	TSM2JUL11.4CX/PX	TVM	JUL	11 3/8	GU/SU
TSM2JUL15.0C/P	TSM	JUL	15	GC/SC	TSM2JUL13.6CX/PX	TVM	JUL	13 5/8	GW/SW
TSM2JUL17.5C/P	TSM	JUL	17 1/2	GW/SW	TSM2JUL15.9CX/PX	TVM	JUL	15 7/8	GX/SX
TSM2JUL20.0C/P	TSM	JUL	20	GD/SD	TSM2JUL18.1CX/PX	TVM	JUL	18 1/8	GY/SY
TSM2JUL22.5C/P	TSM	JUL	22 1/2	GX/SX	TSM2JUL20.5CX/PX	TVM	JUL	20 1/2	GZ/SZ
TSM2OCT12.5C/P	TSM	OCT	12 1/2	JV/VV	TSM2OCT11.4CX/PX	TVM	OCT	11 3/8	JU/VU
TSM2OCT15.0C/P	TSM	OCT	15	JC/VC	TSM2OCT13.6CX/PX	TVM	OCT	13 5/8	JW/VW
TSM2OCT17.5C/P	TSM	OCT	17 1/2	JW/VW	TSM2OCT15.9CX/PX	TVM	OCT	15 7/8	JX/VX
TSM2OCT20.0C/P	TSM	OCT	20	JD/VD	TSM2OCT18.1CX/PX	TVM	OCT	18 1/8	JY/VY
TSM2OCT22.5C/P	TSM	OCT	22 1/2	JX/VX	TSM2OCT20.5CX/PX	TVM	OCT	20 1/2	JZ/VZ
TSM3JAN12.5C/P	TSM	JAN	12 1/2	AV/MV	TSM3JAN11.4CX/PX	TVM	JAN	11 3/8	AU/MU
TSM3JAN15.0C/P	TSM	JAN	15	AC/MC	TSM3JAN13.6CX/PX	TVM	JAN	13 5/8	AW/MW
TSM3JAN17.5C/P	TSM	JAN	17 1/2	AW/MW	TSM3JAN15.9CX/PX	TVM	JAN	15 7/8	AX/MX
TSM3JAN20.0C/P	TSM	JAN	20	AD/MD	TSM3JAN18.1CX/PX	TVM	JAN	18 1/8	AY/MY

Questions regarding this release may be directed to Iris Rodriguez at (212) 897-0264.