



INTERNATIONAL SECURITIES EXCHANGE

**SERIES ADJUSTMENTS - 2002-43  
ONN INFORMATION CIRCULAR # 349  
August 1, 2002**

**L.M.Ericsson Telephone Company (ERICY)  
Pending Stock Distribution**

L.M.Ericsson Telephone Company (ERICY/RQC) is offering to the holders of ADS's the right to subscribe to additional ADS's of Ericsson. Each shareholder of record as of August 13, 2002 will receive one ADS right for each ADS held. One right entitles the holder to subscribe for one new ADS at the estimated subscription price of \$0.41 per ADS. The expiration date for the rights is expected to be August 28, 2002, unless extended. The guarantee period is expected to be three NASDAQ trading days.

**Contract Adjustments:**

Pursuant to the by-laws of The Options Clearing Corporation ("OCC"), all Ericsson(L.M.) Telephone options will be adjusted as follows:

**Adjustment Date:** Anticipated to become effective on August 15, 2002  
**ISE Underlying Symbol(s):** Unchanged - ERICY  
**OPRA Option Symbol(s):** RQC/LYD becomes RFG/LDY  
**No. of Contracts:** Unchanged  
**Multiplier:** 100 (e.g., Premium of 1.00 = \$100)  
**New Deliverable/Contract:** 1). 100 ERICY ADS's  
2). 100 ERICY rights (ERIRY) to purchase 100 ERICY ADS's

**GTC Order Cancellation:**

On Wednesday, August 14, 2002, immediately after the ISE close, all resting orders in the ERICY order book will be cancelled.

**Adjusted Exercise Prices:**

On Thursday, August 15, 2002, the ex-distribution date, trading in RQC series will be on an adjusted basis. The strike price adjustments listed below are expected based on the current outstanding series. Any additional ERICY series added prior to the ex-date will also be adjusted in the manner outlined below.

L.M.Ericsson Telephone Company (ERICY/RQC)  
(Before 8/15/2002)  
(100 shrs ERICY)

L.M.Ericsson Telephone Company (ERICY/RFG)  
(Beginning 8/15/2002)  
(See New Deliverable Above)

<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>
ERICY2OCT2.5C/P	RQC	OCT	2 1/2	JZ/VZ	ERICY2OCT2.5CX/PX	RFG	OCT	2 1/2	JZ/VZ
ERICY2OCT5.0C/P	RQC	OCT	5	JA/VA	ERICY2OCT5.0CX/PX	RFG	OCT	5	JA/VA
ERICY2OCT7.5C/P	RQC	OCT	7 1/2	JU/VU	ERICY2OCT7.5CX/PX	RFG	OCT	7 1/2	JU/VU
ERICY2OCT10.0C/P	RQC	OCT	10	JB/VB	ERICY2OCT10.0CX/PX	RFG	OCT	10	JB/VB
ERICY2OCT12.5C/P	RQC	OCT	12 1/2	JV/VV	ERICY2OCT12.5CX/PX	RFG	OCT	12 1/2	JV/VV
ERICY2OCT15.0C/P	RQC	OCT	15	JC/VC	ERICY2OCT15.0CX/PX	RFG	OCT	15	JC/VC

L.M.Ericsson Telephone Company (ERICY/RQC)  
 (Before 8/15/2002)  
 (100 shrs ERICY)

<u>ISE Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>
ERICY3JAN2.5C/P	RQC	JAN	2 1/2	AZ/MZ
ERICY3JAN5.0C/P	RQC	JAN	5	AA/MA
ERICY3JAN7.5C/P	RQC	JAN	7 1/2	AU/MU
ERICY3JAN10.0C/P	RQC	JAN	10	AB/MB
ERICY3JAN12.5C/P	RQC	JAN	12 1/2	AV/MV
ERICY3JAN15.0C/P	RQC	JAN	15	AC/MC
ERICY3JAN17.5C/P	RQC	JAN	17 1/2	AW/MW
ERICY3JAN20.0C/P	RQC	JAN	20	AD/MD
ERICY3JAN25.0C/P	RQC	JAN	25	AE/ME

L.M.Ericsson Telephone Company (ERICY/RFG)  
 (Beginning 8/15/2002)  
 (See New Deliverable Above)

<u>ISE Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>
ERICY3JAN2.5CX/PX	RFG	JAN	2 1/2	AZ/MZ
ERICY3JAN5.0CX/PX	RFG	JAN	5	AA/MA
ERICY3JAN7.5CX/PX	RFG	JAN	7 1/2	AU/MU
ERICY3JAN10.0CX/PX	RFG	JAN	10	AB/MB
ERICY3JAN12.5CX/PX	RFG	JAN	12 1/2	AV/MV
ERICY3JAN15.0CX/PX	RFG	JAN	15	AC/MC
ERICY3JAN17.5CX/PX	RFG	JAN	17 1/2	AW/MW
ERICY3JAN20.0CX/PX	RFG	JAN	20	AD/MD
ERICY3JAN25.0CX/PX	RFG	JAN	25	AE/ME

L.M.Ericsson Telephone Company (ERICY/RQC)  
 (Before 8/15/2002)  
 (100 shrs ERICY)

<u>ISE Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>
ERICY4JAN2.5C/P	LYD	JAN	2 1/2	AZ/MZ
ERICY4JAN5.0C/P	LYD	JAN	5	AA/MA
ERICY4JAN10.0C/P	LYD	JAN	10	AB/MB
ERICY4JAN15.0C/P	LYD	JAN	15	AC/MC
ERICY4JAN20.0C/P	LYD	JAN	20	AD/MD
ERICY4JAN25.0C/P	LYD	JAN	25	AE/ME
ERICY4JAN30.0C/P	LYD	JAN	30	AF/MF

L.M.Ericsson Telephone Company (ERICY/RFG)  
 (Beginning 8/15/2002)  
 (See New Deliverable Above)

<u>ISE Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>
ERICY4JAN2.5CX/PX	LDY	JAN	2 1/2	AZ/MZ
ERICY4JAN5.0CX/PX	LDY	JAN	5	AA/MA
ERICY4JAN10.0CX/PX	LDY	JAN	10	AB/MB
ERICY4JAN15.0CX/PX	LDY	JAN	15	AC/MC
ERICY4JAN20.0CX/PX	LDY	JAN	20	AD/MD
ERICY4JAN25.0CX/PX	LDY	JAN	25	AE/ME
ERICY4JAN30.0CX/PX	LDY	JAN	30	AF/MF

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