



INTERNATIONAL SECURITIES EXCHANGE

SERIES ADJUSTMENTS - 2004-019

ONN INFORMATION CIRCULAR # 617

March 24, 2004

Hovnanian Enterprises, Inc. (HOV)

2 For 1 Stock Split

Ex-Distribution Date: 3/29/2004

Hovnanian Enterprises, Inc. Class A (HOV) has declared a 2 For 1 stock split payable to shareholders of record on March 19, 2004. Distribution date for the stock split will be Friday, March 26, 2004. Ex-distribution date for the stock split will be **Monday, March 29, 2004.**

Contract Adjustments:

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

Adjustment Date: Effective with exercises of Monday, March 29, 2004 and thereafter.
ISE Underlying Symbol(s): Unchanged - HOV
OPRA Option Symbol(s): Unchanged - (HOV)
No. of Contracts: 2
Strike Prices: Reduced by dividing existing strikes by 2 and rounding to the nearest eighth.
Multiplier: 100 (e.g., Premium of 1.00 = \$100)
New Deliverable/Contract: Unchanged - 100 Shares of Hovnanian Enterprises, Inc.

GTC Order Cancellation:

On Friday, March 26, 2004, immediately after the ISE close, all resting orders in the HOV order book will be cancelled.

Position and Exercise Limits:

The ISE Surveillance Department has determined that position and exercise limits following this stock split will be 15,000,000 shares through the November 20, 2004 expiration date at which time it will revert to its standard limit of 7,500,000 shares.

Adjusted Exercise Prices:

Hovnanian Enterprises, Inc. (HOV)
(Before 3/29/2004)
(1 Contract)

Hovnanian Enterprises, Inc. (HOV)
(Beginning 3/29/2004)
(2 Contracts)

<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>
HOV4APR65.0C/P	HOV	APR	65	DM/PM	HOV4APR32.5CX/PX	HOV	APR	32 1/2	DZ/PZ
HOV4APR70.0C/P	HOV	APR	70	DN/PN	HOV4APR35.0CX/PX	HOV	APR	35	DG/PG
HOV4APR75.0C/P	HOV	APR	75	DO/PO	HOV4APR37.5CX/PX	HOV	APR	37 1/2	DU/PU
HOV4APR80.0C/P	HOV	APR	80	DP/PP	HOV4APR40.0CX/PX	HOV	APR	40	DH/PH
HOV4APR85.0C/P	HOV	APR	85	DQ/PQ	HOV4APR42.5CX/PX	HOV	APR	42 1/2	DV/PV
HOV4APR90.0C/P	HOV	APR	90	DR/PR	HOV4APR45.0CX/PX	HOV	APR	45	DI/PI
HOV4APR95.0C/P	HOV	APR	95	DS/PS	HOV4APR47.5CX/PX	HOV	APR	47 1/2	DW/PW
HOV4APR100.0C/P	HOV	APR	100	DT/PT	HOV4APR50.0CX/PX	HOV	APR	50	DJ/PJ

Hovnanian Enterprises, Inc. (HOV)
 (Before 3/29/2004)
 (1 Contract)

Hovnanian Enterprises, Inc. (HOV)
 (Beginning 3/29/2004)
 (2 Contracts)

<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>
HOV4MAY50.0C/P	HOV	MAY	50	EJ/QJ	HOV4MAY25.0CX/PX	HOV	MAY	25	EE/QE
HOV4MAY55.0C/P	HOV	MAY	55	EK/QK	HOV4MAY27.5CX/PX	HOV	MAY	27 1/2	EY/QY
HOV4MAY60.0C/P	HOV	MAY	60	EL/QL	HOV4MAY30.0CX/PX	HOV	MAY	30	EF/QF
HOV4MAY65.0C/P	HOV	MAY	65	EM/QM	HOV4MAY32.5CX/PX	HOV	MAY	32 1/2	EZ/QZ
HOV4MAY70.0C/P	HOV	MAY	70	EN/QN	HOV4MAY35.0CX/PX	HOV	MAY	35	EG/QG
HOV4MAY75.0C/P	HOV	MAY	75	EO/QO	HOV4MAY37.5CX/PX	HOV	MAY	37 1/2	EU/QU
HOV4MAY80.0C/P	HOV	MAY	80	EP/QP	HOV4MAY40.0CX/PX	HOV	MAY	40	EH/QH
HOV4MAY85.0C/P	HOV	MAY	85	EQ/QQ	HOV4MAY42.5CX/PX	HOV	MAY	42 1/2	EV/QV
HOV4MAY90.0C/P	HOV	MAY	90	ER/QR	HOV4MAY45.0CX/PX	HOV	MAY	45	EI/QI
HOV4MAY95.0C/P	HOV	MAY	95	ES/QS	HOV4MAY47.5CX/PX	HOV	MAY	47 1/2	EW/QW
HOV4MAY100.0C/P	HOV	MAY	100	ET/QT	HOV4MAY50.0CX/PX	HOV	MAY	50	EJ/QJ
HOV4MAY105.0C/P	HOV	MAY	105	EA/QA	HOV4MAY52.5CX/PX	HOV	MAY	52 1/2	EX/QX
HOV4MAY110.0C/P	HOV	MAY	110	EB/QB	HOV4MAY55.0CX/PX	HOV	MAY	55	EK/QK
HOV4AUG70.0C/P	HOV	AUG	70	HN/TN	HOV4AUG35.0CX/PX	HOV	AUG	35	HG/TG
HOV4AUG75.0C/P	HOV	AUG	75	HO/TO	HOV4AUG37.5CX/PX	HOV	AUG	37 1/2	HU/TU
HOV4AUG80.0C/P	HOV	AUG	80	HP/TP	HOV4AUG40.0CX/PX	HOV	AUG	40	HH/TH
HOV4AUG85.0C/P	HOV	AUG	85	HQ/TQ	HOV4AUG42.5CX/PX	HOV	AUG	42 1/2	HV/TV
HOV4AUG90.0C/P	HOV	AUG	90	HR/TR	HOV4AUG45.0CX/PX	HOV	AUG	45	HI/TI
HOV4AUG95.0C/P	HOV	AUG	95	HS/TS	HOV4AUG47.5CX/PX	HOV	AUG	47 1/2	HW/TW
HOV4AUG100.0C/P	HOV	AUG	100	HT/TT	HOV4AUG50.0CX/PX	HOV	AUG	50	HJ/TJ
HOV4NOV75.0C/P	HOV	NOV	75	KO/WO	HOV4NOV37.5CX/PX	HOV	NOV	37 1/2	KU/WU
HOV4NOV80.0C/P	HOV	NOV	80	KP/WP	HOV4NOV40.0CX/PX	HOV	NOV	40	KH/WH
HOV4NOV85.0C/P	HOV	NOV	85	KQ/WQ	HOV4NOV42.5CX/PX	HOV	NOV	42 1/2	KV/WV
HOV4NOV90.0C/P	HOV	NOV	90	KR/WR	HOV4NOV45.0CX/PX	HOV	NOV	45	KI/WI
HOV4NOV95.0C/P	HOV	NOV	95	KS/WS	HOV4NOV47.5CX/PX	HOV	NOV	47 1/2	KW/WW

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