



INTERNATIONAL SECURITIES EXCHANGE

SERIES ADJUSTMENTS - 2004-034
ONN INFORMATION CIRCULAR # 665
May 25, 2004

Ann Taylor Stores (ANN)
3 For 2 Stock Split
Ex-Distribution Date: 5/27/2004

Ann Taylor Stores (ANN) has declared a 3 For 2 stock split payable to shareholders of record on May 11, 2004. Distribution date for the stock split will be Wednesday, May 26, 2004. Ex-distribution date for the stock split will be Thursday, May 27, 2004.

Contract Adjustments:

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

Adjustment Date:	Effective with exercises of Thursday, May 27, 2004 and thereafter
ISE Underlying Symbol(s):	Unchanged - ANN
OPRA Option Symbol(s)	ANN/ZAC/WDN becomes FNN/ZQJ/WQS
Size of Contract:	150 shares
Strike Prices:	Reduced by dividing existing strikes by 1.5 and rounding to the nearest eight
Multiplier:	150 (e.g., Premium of 1.00 = \$150)
New Deliverable/Contract:	150 Shares of Ann Taylor Stores

GTC Order Cancellation

On Wednesday, May 26, 2004, immediately after the ISE close, all resting orders in the ANN 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 21, 2006 expiration will be any combination of ANN and FNN/ZQJ/WQS options not to exceed 11,250,000 shares of ANN through the January 21, 2006, at which time it will revert to its standard limit of 7,500,000 Shares.

Unadjusted New Shares:

New ANN series with a contract unit of 100 shares will be introduced on Friday, May 28, 2004. Strike prices and expiration months will be announced on a separate release.

Adjusted Exercise Prices

On Thursday, May 27, 2004, the ex-distribution date, trading in ANN series will be on an adjusted basis. The strike price adjustments listed below are expected based on the current outstanding series. Any additional ANN series added prior to the ex-date will also be adjusted in the manner outlined below.

Ann Taylor Stores (ANN)
(Before 5/27/2004)
(100 shrs ANN)

Ann Taylor Stores (FNN)
(Beginning 5/27/2004)
(150 shrs ANN)

<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>
ANN4JUN22.5C/P	ANN	JUN	22 1/2	FX/RX	ANN4JUN15.0CX/PX	FNN	JUN	15	FC/RC
ANN4JUN25.0C/P	ANN	JUN	25	FE/RE	ANN4JUN16.6CX/PX	FNN	JUN	16 5/8	FU/RU
ANN4JUN30.0C/P	ANN	JUN	30	FF/RF	ANN4JUN20.0CX/PX	FNN	JUN	20	FD/RD
ANN4JUN35.0C/P	ANN	JUN	35	FG/RG	ANN4JUN23.4CX/PX	FNN	JUN	23 3/8	FV/RV
ANN4JUN40.0C/P	ANN	JUN	40	FH/RH	ANN4JUN26.6CX/PX	FNN	JUN	26 5/8	FW/RW
ANN4JUN45.0C/P	ANN	JUN	45	FI/RI	ANN4JUN30.0CX/PX	FNN	JUN	30	FF/RF
ANN4JUN50.0C/P	ANN	JUN	50	FJ/RJ	ANN4JUN33.4CX/PX	FNN	JUN	33 3/8	FX/RX
ANN4JUL25.0C/P	ANN	JUL	25	GE/SE	ANN4JUL16.6CX/PX	FNN	JUL	16 5/8	GU/SU
ANN4JUL30.0C/P	ANN	JUL	30	GF/SF	ANN4JUL20.0CX/PX	FNN	JUL	20	GD/SD
ANN4JUL35.0C/P	ANN	JUL	35	GG/SG	ANN4JUL23.4CX/PX	FNN	JUL	23 3/8	GV/SV
ANN4JUL40.0C/P	ANN	JUL	40	GH/SH	ANN4JUL26.6CX/PX	FNN	JUL	26 5/8	GW/SW
ANN4JUL45.0C/P	ANN	JUL	45	GI/SI	ANN4JUL30.0CX/PX	FNN	JUL	30	GF/SF
ANN4JUL50.0C/P	ANN	JUL	50	GJ/SJ	ANN4JUL33.4CX/PX	FNN	JUL	33 3/8	GX/SX
ANN4JUL55.0C/P	ANN	JUL	55	GK/SK	ANN4JUL36.6CX/PX	FNN	JUL	36 5/8	GY/SY
ANN4SEP25.0C/P	ANN	SEP	25	IE/UE	ANN4SEP16.6CX/PX	FNN	SEP	16 5/8	IU/UU
ANN4SEP30.0C/P	ANN	SEP	30	IF/UF	ANN4SEP20.0CX/PX	FNN	SEP	20	ID/UD
ANN4SEP35.0C/P	ANN	SEP	35	IG/UG	ANN4SEP23.4CX/PX	FNN	SEP	23 3/8	IV/UV
ANN4SEP40.0C/P	ANN	SEP	40	IH/UH	ANN4SEP26.6CX/PX	FNN	SEP	26 5/8	IW/UW
ANN4SEP45.0C/P	ANN	SEP	45	II/UI	ANN4SEP30.0CX/PX	FNN	SEP	30	IF/UF
ANN4SEP50.0C/P	ANN	SEP	50	IJ/UJ	ANN4SEP33.4CX/PX	FNN	SEP	33 3/8	IX/UX
ANN4SEP55.0C/P	ANN	SEP	55	IK/UK	ANN4SEP36.6CX/PX	FNN	SEP	36 5/8	IY/UY
ANN4DEC25.0C/P	ANN	DEC	25	LE/XE	ANN4DEC16.6CX/PX	FNN	DEC	16 5/8	LU/XU
ANN4DEC30.0C/P	ANN	DEC	30	LF/XF	ANN4DEC20.0CX/PX	FNN	DEC	20	LD/XD
ANN4DEC35.0C/P	ANN	DEC	35	LG/XG	ANN4DEC23.4CX/PX	FNN	DEC	23 3/8	LV/XV
ANN4DEC40.0C/P	ANN	DEC	40	LH/XH	ANN4DEC26.6CX/PX	FNN	DEC	26 5/8	LW/XW
ANN4DEC45.0C/P	ANN	DEC	45	LI/XI	ANN4DEC30.0CX/PX	FNN	DEC	30	LF/XF
ANN4DEC50.0C/P	ANN	DEC	50	LJ/XJ	ANN4DEC33.4CX/PX	FNN	DEC	33 3/8	LX/XX
ANN4DEC55.0C/P	ANN	DEC	55	LK/XK	ANN4DEC36.6CX/PX	FNN	DEC	36 5/8	LY/XY

Ann Taylor Stores - 2005 Leap (ANN/ZAC)
(Before 5/27/2004)
(100 shrs ANN)

Ann Taylor Stores - 2005 Leap (ANN/ZQJ)
(Beginning 5/27/2004)
(150 shrs ANN)

<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>
ANN5JAN30.0C/P	ZAC	JAN	30	AF/MF	ANN5JAN20.0CX/PX	ZQJ	JAN	20	AD/MD
ANN5JAN35.0C/P	ZAC	JAN	35	AG/MG	ANN5JAN23.4CX/PX	ZQJ	JAN	23 3/8	AV/MV
ANN5JAN40.0C/P	ZAC	JAN	40	AH/MH	ANN5JAN26.6CX/PX	ZQJ	JAN	26 5/8	AW/MW
ANN5JAN45.0C/P	ZAC	JAN	45	AI/MI	ANN5JAN30.0CX/PX	ZQJ	JAN	30	AF/MF
ANN5JAN50.0C/P	ZAC	JAN	50	AJ/MJ	ANN5JAN33.4CX/PX	ZQJ	JAN	33 3/8	AX/MX

Ann Taylor Stores - 2006 Leap (ANN/WDN)
(Before 5/27/2004)
(100 shrs ANN)

Ann Taylor Stores - 2006 Leap (ANN/WQS)
(Beginning 5/27/2004)
(150 shrs ANN)

<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>
ANN6JAN30.0C/P	WDN	JAN	30	AF/MF	ANN6JAN20.0CX/PX	WQS	JAN	20	AD/MD
ANN6JAN35.0C/P	WDN	JAN	35	AG/MG	ANN6JAN23.4CX/PX	WQS	JAN	23 3/8	AV/MV
ANN6JAN40.0C/P	WDN	JAN	40	AH/MH	ANN6JAN26.6CX/PX	WQS	JAN	26 5/8	AW/MW
ANN6JAN45.0C/P	WDN	JAN	45	AI/MI	ANN6JAN30.0CX/PX	WQS	JAN	30	AF/MF
ANN6JAN50.0C/P	WDN	JAN	50	AJ/MJ	ANN6JAN33.4CX/PX	WQS	JAN	33 3/8	AX/MX

Questions regarding this release may be directed to Iris Rodriguez at (212) 897-026