



INTERNATIONAL SECURITIES EXCHANGE

SERIES ADJUSTMENTS - 2004-039

ONN INFORMATION CIRCULAR # 674

June 9, 2004

Taiwan Semiconductor Manufacturing Company (TSM)

14 % Stock Dividend

Ex-Distribution Date: 6/14/2004

Taiwan Semiconductor Manufacturing Company (TSM) has declared a 14 % Stock Dividend payable to shareholders of record on June 16, 2004. Ex-distribution date for the stock split will be Monday, June 14, 2004.

Contract Adjustments:

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

Adjustment Date: Effective with exercises of Monday, June 14, 2004 and thereafter.
ISE Underlying Symbol(s): Unchanged - TSM
OPRA Option Symbol(s): TSM/WMG/OFO becomes TVM/WOW/VWK
Size of Contract: 114 shares
Strike Prices: Reduced by dividing existing strikes by 1.14 and rounding to the nearest eighth.
Multiplier: 114 (e.g., Premium of 1.00 = \$114)
New Deliverable/Contract: 114 Shares of Taiwan Semiconductor American Depositary (ADS's)

GTC Order Cancellation:

On Thursday, June 10, 2004, 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 Dividend, and until January 20, 2007 expiration will be any combination of TSM and TVM/WOW/VWK options not to exceed 8,550,000 shares of TSM through the January 20, 2007, 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 Tuesday, June 15, 2004. Strike prices and expiration months will be announced on a separate release.

Adjusted Exercise Prices:

On Monday, June 14, 2004, 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.

Taiwan Semiconductor Manufacturing Company (TSM)
 (Before 6/14/2004)
 (100 shrs TSM)

Taiwan Semiconductor Manufacturing Company (TVM)
 (Beginning 6/14/2004)
 (114 shrs TSM)

ISE Series	OPRA	Month	Strike	Calls/Puts	ISE Series	OPRA	Month	Strike	Calls/Puts
TSM4JUN5.0C/P	TSM	JUN	5	FA/RA	TSM4JUN4.4CX/PX	TVM	JUN	4 3/8	FU/RU
TSM4JUN7.5C/P	TSM	JUN	7 1/2	FU/RU	TSM4JUN6.6CX/PX	TVM	JUN	6 5/8	FV/RV
TSM4JUN10.0C/P	TSM	JUN	10	FB/RB	TSM4JUN8.8CX/PX	TVM	JUN	8 3/4	FW/RW
TSM4JUN12.5C/P	TSM	JUN	12 1/2	FV/RV	TSM4JUN11.0CX/PX	TVM	JUN	11	FX/RX

Taiwan Semiconductor Manufacturing Company (TSM)
(Before 6/14/2004)
(100 shrs TSM)

Taiwan Semiconductor Manufacturing Company (TVM)
(Beginning 6/14/2004)
(114 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>
TSM4JUL5.0C/P	TSM	JUL	5	GA/SA	TSM4JUL4.4CX/PX	TVM	JUL	4 3/8	GU/SU
TSM4JUL7.5C/P	TSM	JUL	7 1/2	GU/SU	TSM4JUL6.6CX/PX	TVM	JUL	6 5/8	GV/SV
TSM4JUL10.0C/P	TSM	JUL	10	GB/SB	TSM4JUL8.8CX/PX	TVM	JUL	8 3/4	GW/SW
TSM4JUL12.5C/P	TSM	JUL	12 1/2	GV/SV	TSM4JUL11.0CX/PX	TVM	JUL	11	GX/SX
TSM4JUL15.0C/P	TSM	JUL	15	GC/SC	TSM4JUL13.1CX/PX	TVM	JUL	13 1/8	GY/SY
TSM4JUL17.5C/P	TSM	JUL	17 1/2	GW/SW	TSM4JUL15.4CX/PX	TVM	JUL	15 3/8	GZ/SZ
TSM4OCT5.0C/P	TSM	OCT	5	JA/VA	TSM4OCT4.4CX/PX	TVM	OCT	4 3/8	JU/VU
TSM4OCT7.5C/P	TSM	OCT	7 1/2	JU/VU	TSM4OCT6.6CX/PX	TVM	OCT	6 5/8	JV/VV
TSM4OCT10.0C/P	TSM	OCT	10	JB/VB	TSM4OCT8.8CX/PX	TVM	OCT	8 3/4	JW/VW
TSM4OCT12.5C/P	TSM	OCT	12 1/2	JV/VV	TSM4OCT11.0CX/PX	TVM	OCT	11	JX/VX
TSM4OCT15.0C/P	TSM	OCT	15	JC/VC	TSM4OCT13.1CX/PX	TVM	OCT	13 1/8	JY/VY
TSM4OCT17.5C/P	TSM	OCT	17 1/2	JW/VW	TSM4OCT15.4CX/PX	TVM	OCT	15 3/8	JZ/VZ
TSM5JAN5.0C/P	TSM	JAN	5	AA/MA	TSM5JAN4.4CX/PX	TVM	JAN	4 3/8	AU/MU
TSM5JAN7.5C/P	TSM	JAN	7 1/2	AU/MU	TSM5JAN6.6CX/PX	TVM	JAN	6 5/8	AV/MV
TSM5JAN10.0C/P	TSM	JAN	10	AB/MB	TSM5JAN8.8CX/PX	TVM	JAN	8 3/4	AW/MW
TSM5JAN12.5C/P	TSM	JAN	12 1/2	AV/MV	TSM5JAN11.0CX/PX	TVM	JAN	11	AX/MX
TSM5JAN15.0C/P	TSM	JAN	15	AC/MC	TSM5JAN13.1CX/PX	TVM	JAN	13 1/8	AY/MY
TSM5JAN17.5C/P	TSM	JAN	17 1/2	AW/MW	TSM5JAN15.4CX/PX	TVM	JAN	15 3/8	AZ/MZ

Taiwan Semiconductor Manufacturing Company- 2006 Leap (WMG) Taiwan Semiconductor Manufacturing Company - 2006 Leap (WOW)
(Before 6/14/2004) (Beginning 6/14/2004)
(100 shrs TSM) (114 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>
TSM6JAN5.0C/P	WMG	JAN	5	AA/MA	TSM6JAN4.4CX/PX	WOW	JAN	4 3/8	AU/MU
TSM6JAN7.5C/P	WMG	JAN	7 1/2	AU/MU	TSM6JAN6.6CX/PX	WOW	JAN	6 5/8	AV/MV
TSM6JAN10.0C/P	WMG	JAN	10	AB/MB	TSM6JAN8.8CX/PX	WOW	JAN	8 3/4	AW/MW
TSM6JAN12.5C/P	WMG	JAN	12 1/2	AV/MV	TSM6JAN11.0CX/PX	WOW	JAN	11	AX/MX
TSM6JAN15.0C/P	WMG	JAN	15	AC/MC	TSM6JAN13.1CX/PX	WOW	JAN	13 1/8	AY/MY
TSM6JAN17.5C/P	WMG	JAN	17 1/2	AW/MW	TSM6JAN15.4CX/PX	WOW	JAN	15 3/8	AZ/MZ

Taiwan Semiconductor Manufacturing Company- 2007 Leap (OFO) Taiwan Semiconductor Manufacturing Company - 2007 Leap (VWK)
(Before 6/14/2004) (Beginning 6/14/2004)
(100 shrs TSM) (114 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>
TSM7JAN5.0C/P	OFO	JAN	5	AA/MA	TSM6JAN4.4CX/PX	VWK	JAN	4 3/8	AU/MU
TSM7JAN7.5C/P	OFO	JAN	7 1/2	AC/MC	TSM6JAN6.6CX/PX	VWK	JAN	6 5/8	AV/MV
TSM7JAN10.0C/P	OFO	JAN	10	AA/MA	TSM6JAN8.8CX/PX	VWK	JAN	8 3/4	AW/MW
TSM7JAN12.5C/P	OFO	JAN	12 1/2	AC/MC	TSM6JAN11.0CX/PX	VWK	JAN	11	AX/MX
TSM7JAN15.0C/P	OFO	JAN	15	AC/MC	TSM6JAN13.1CX/PX	VWK	JAN	13 1/8	AY/MY

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