



INTERNATIONAL SECURITIES EXCHANGE

SERIES ADJUSTMENTS - 2004-085

ONN INFORMATION CIRCULAR # 771

November 10, 2004

**Microsoft Corporation (MSFT)
Special Cash Distribution
Ex-Distribution Date: 11/15/2004**

Microsoft Corporation (MSQ/MSFT) has declared a Special Cash dividend of \$3.00 payable to shareholders of record on November 17, 2004. Distribution date for the special cash dividend will be Thursday, December 2, 2004. Ex-distribution date for the stock split will be Monday, November 15, 2004.

Contract Adjustments:

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

Adjustment Date: Effective with exercises of Monday, November 15, 2004 and thereafter.
ISE Underlying Symbol(s): Unchanged - MSFT
OPRA Option Symbol(s): Unchanged - (MSQ/MQF/WMF/VMF)
No. of Contracts: 1
Strike Prices: Strike price to be reduced by 3.
Multiplier: 100 (e.g., Premium of 1.00 = \$100)
New Deliverable/Contract: Unchanged - 100 Shares of Microsoft Corporation

GTC Order Cancellation:

On Friday, November 12, 2004, immediately after the ISE close, all resting orders in the MSFT order book will be cancelled.

Position and Exercise Limits:

The ISE Surveillance Department has determined that position and exercise limits following this special cash dividend will remain unchanged.

Adjusted Exercise Prices:

On Monday, November 15, 2004, the ex-distribution date, trading in MSFT series will be on an adjusted basis. The strike price adjustments listed below are expected based on the current outstanding series. Any additional MSFT series added prior to the ex-date will also be adjusted in the manner outlined below.

Microsoft Corporation (MSFT/MSQ/MQF)
(Before 11/15/2004)
(100 shrs MSFT)

Microsoft Corporation (MSFT/MSQ/MQF)
(Beginning 11/15/2004)
(100 shrs MSFT)

<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>
MSFT4NOV7.5C/P	MQF	NOV	7 1/2	KM/WM	MSFT4NOV4.5CX/PX	MQF	NOV	4 1/2	KJ/WJ
MSFT4NOV10.0C/P	MQF	NOV	10	KN/WN	MSFT4NOV7.0CX/PX	MQF	NOV	7	KK/WK
MSFT4NOV12.5C/P	MQF	NOV	12 1/2	KV/WV	MSFT4NOV9.5CX/PX	MQF	NOV	9 1/2	KL/WL
MSFT4NOV15.0C/P	MQF	NOV	15	KC/WC	MSFT4NOV12.0CX/PX	MQF	NOV	12	KM/WM
MSFT4NOV17.5C/P	MQF	NOV	17 1/2	KW/WW	MSFT4NOV14.5CX/PX	MQF	NOV	14 1/2	KN/WN
MSFT4NOV20.0C/P	MQF	NOV	20	KD/WD	MSFT4NOV17.0CX/PX	MQF	NOV	17	KO/WO
MSFT4NOV22.5C/P	MQF	NOV	22 1/2	KX/WX	MSFT4NOV19.5CX/PX	MQF	NOV	19 1/2	KP/WP

MSFT4NOV25.0C/P	MSQ	NOV	25	KE/WE	MSFT4NOV22.0CX/PX	MSQ	NOV	22	KQ/WQ
MSFT4NOV27.5C/P	MSQ	NOV	27 1/2	KY/WY	MSFT4NOV24.5CX/PX	MSQ	NOV	24 1/2	KR/WR
MSFT4NOV30.0C/P	MSQ	NOV	30	KF/WF	MSFT4NOV27.0CX/PX	MSQ	NOV	27	KS/WS
MSFT4NOV32.5C/P	MSQ	NOV	32 1/2	KZ/WZ	MSFT4NOV29.5CX/PX	MSQ	NOV	29 1/2	KT/WT
MSFT4NOV35.0C/P	MSQ	NOV	35	KG/WG	MSFT4NOV32.0CX/PX	MSQ	NOV	32	KA/WA
MSFT4NOV37.5C/P	MSQ	NOV	37 1/2	KU/WU	MSFT4NOV34.5CX/PX	MSQ	NOV	34 1/2	KB/WB
MSFT4NOV40.0C/P	MSQ	NOV	40	KH/WH	MSFT4NOV37.0CX/PX	MSQ	NOV	37	KC/WC
MSFT4NOV42.5C/P	MSQ	NOV	42 1/2	KS/WS	MSFT4NOV39.5CX/PX	MSQ	NOV	39 1/2	KD/WD
MSFT4NOV45.0C/P	MSQ	NOV	45	KI/WI	MSFT4NOV42.0CX/PX	MSQ	NOV	42	KE/WE
MSFT4NOV47.5C/P	MSQ	NOV	47 1/2	KT/WT	MSFT4NOV44.5CX/PX	MSQ	NOV	44 1/2	KF/WF
MSFT4DEC7.5C/P	MQF	DEC	7 1/2	LM/XM	MSFT4DEC4.5CX/PX	MQF	DEC	4 1/2	LJ/XJ
MSFT4DEC10.0C/P	MQF	DEC	10	LN/XN	MSFT4DEC7.0CX/PX	MQF	DEC	7	LK/XK
MSFT4DEC12.5C/P	MQF	DEC	12 1/2	LV/XV	MSFT4DEC9.5CX/PX	MQF	DEC	9 1/2	LL/XL
MSFT4DEC15.0C/P	MQF	DEC	15	LC/XC	MSFT4DEC12.0CX/PX	MQF	DEC	12	LM/XM
MSFT4DEC17.5C/P	MQF	DEC	17 1/2	LW/XW	MSFT4DEC14.5CX/PX	MQF	DEC	14 1/2	LN/XN
MSFT4DEC20.0C/P	MQF	DEC	20	LD/XD	MSFT4DEC17.0CX/PX	MQF	DEC	17	LO/XO
MSFT4DEC22.5C/P	MQF	DEC	22 1/2	LX/XX	MSFT4DEC19.5CX/PX	MQF	DEC	19 1/2	LP/XP
MSFT4DEC25.0C/P	MSQ	DEC	25	LE/XE	MSFT4DEC22.0CX/PX	MSQ	DEC	22	LQ/XQ
MSFT4DEC27.5C/P	MSQ	DEC	27 1/2	LY/XY	MSFT4DEC24.5CX/PX	MSQ	DEC	24 1/2	LR/XR
MSFT4DEC30.0C/P	MSQ	DEC	30	LF/XF	MSFT4DEC27.0CX/PX	MSQ	DEC	27	LS/XS
MSFT4DEC32.5C/P	MSQ	DEC	32 1/2	LZ/XZ	MSFT4DEC29.5CX/PX	MSQ	DEC	29 1/2	LT/XT
MSFT4DEC35.0C/P	MSQ	DEC	35	LG/XG	MSFT4DEC32.0CX/PX	MSQ	DEC	32	LA/XA
MSFT4DEC37.5C/P	MSQ	DEC	37 1/2	LU/XU	MSFT4DEC34.5CX/PX	MSQ	DEC	34 1/2	LB/XB
MSFT4DEC40.0C/P	MSQ	DEC	40	LH/XH	MSFT4DEC37.0CX/PX	MSQ	DEC	37	LC/XC
MSFT4DEC42.5C/P	MSQ	DEC	42 1/2	LS/XS	MSFT4DEC39.5CX/PX	MSQ	DEC	39 1/2	LD/XD
MSFT4DEC45.0C/P	MSQ	DEC	45	LI/XI	MSFT4DEC42.0CX/PX	MSQ	DEC	42	LE/XE
MSFT4DEC47.5C/P	MSQ	DEC	47 1/2	LT/XT	MSFT4DEC44.5CX/PX	MSQ	DEC	44 1/2	LF/XF
MSFT5JAN12.5C/P	MQF	JAN	12 1/2	AV/MV	MSFT5JAN9.5CX/PX	MQF	JAN	9 1/2	AL/ML
MSFT5JAN15.0C/P	MQF	JAN	15	AC/MC	MSFT5JAN12.0CX/PX	MQF	JAN	12	AM/MM
MSFT5JAN17.5C/P	MQF	JAN	17 1/2	AW/MW	MSFT5JAN14.5CX/PX	MQF	JAN	14 1/2	AN/MN
MSFT5JAN20.0C/P	MQF	JAN	20	AD/MD	MSFT5JAN17.0CX/PX	MQF	JAN	17	AO/MO
MSFT5JAN22.5C/P	MQF	JAN	22 1/2	AX/MX	MSFT5JAN19.5CX/PX	MQF	JAN	19 1/2	AP/MP
MSFT5JAN25.0CX/PX	MSQ	JAN	25	AE/ME	MSFT5JAN22.0CY/PY	MSQ	JAN	22	AQ/MQ
MSFT5JAN27.5CX/PX	MSQ	JAN	27 1/2	AY/MY	MSFT5JAN24.5CY/PY	MSQ	JAN	24 1/2	AR/MR
MSFT5JAN30.0CX/PX	MSQ	JAN	30	AF/MF	MSFT5JAN27.0CY/PY	MSQ	JAN	27	AS/MS
MSFT5JAN32.5CX/PX	MSQ	JAN	32 1/2	AZ/MZ	MSFT5JAN29.5CY/PY	MSQ	JAN	29 1/2	AT/MT
MSFT5JAN35.0CX/PX	MSQ	JAN	35	AG/MG	MSFT5JAN32.0CY/PY	MSQ	JAN	32	AA/MA
MSFT5JAN37.5CX/PX	MSQ	JAN	37 1/2	AU/MU	MSFT5JAN34.5CY/PY	MSQ	JAN	34 1/2	AB/MB
MSFT5JAN40.0CX/PX	MSQ	JAN	40	AH/MH	MSFT5JAN37.0CY/PY	MSQ	JAN	37	AC/MC
MSFT5JAN45.0CX/PX	MSQ	JAN	45	AI/MI	MSFT5JAN42.0CY/PY	MSQ	JAN	42	AE/ME
MSFT5JAN47.5CX/PX	MSQ	JAN	47 1/2	AT/MT	MSFT5JAN44.5CY/PY	MSQ	JAN	44 1/2	AF/MF
MSFT5JAN50.0CX/PX	MSQ	JAN	50	AJ/MJ	MSFT5JAN47.0CY/PY	MSQ	JAN	47	AG/MG
MSFT5JAN55.0CX/PX	MSQ	JAN	55	AK/MK	MSFT5JAN52.0CYX/PY	MSQ	JAN	52	AH/MH
MSFT5JAN60.0CX/PX	MSQ	JAN	60	AL/ML	MSFT5JAN57.0CY/PY	MSQ	JAN	57	AI/MI
MSFT5JAN65.0CX/PX	MSQ	JAN	65	AM/MM	MSFT5JAN62.0CY/PY	MSQ	JAN	62	AU/MU
MSFT5JAN70.0CX/PX	MSQ	JAN	70	AN/MN	MSFT5JAN67.0CY/PY	MSQ	JAN	67	AV/MV
MSFT5JAN80.0CX/PX	MSQ	JAN	80	AP/MP	MSFT5JAN77.0CY/PY	MSQ	JAN	77	AW/MW
MSFT5APR7.5C/P	MQF	APR	7 1/2	DM/PM	MSFT5APR4.5CX/PX	MQF	APR	4 1/2	DJ/PJ
MSFT5APR10.0C/P	MQF	APR	10	DN/PN	MSFT5APR7.0CX/PX	MQF	APR	7	DK/PK
MSFT5APR12.5C/P	MQF	APR	12 1/2	DV/PV	MSFT5APR9.5CX/PX	MQF	APR	9 1/2	DL/PL
MSFT5APR15.0C/P	MQF	APR	15	DC/PC	MSFT5APR12.0CX/PX	MQF	APR	12	DM/PM
MSFT5APR17.5C/P	MQF	APR	17 1/2	DW/PW	MSFT5APR14.5CX/PX	MQF	APR	14 1/2	DN/PN
MSFT5APR20.0C/P	MQF	APR	20	DD/PD	MSFT5APR17.0CX/PX	MQF	APR	17	DO/PO
MSFT5APR22.5C/P	MQF	APR	22 1/2	DX/PX	MSFT5APR19.5CX/PX	MQF	APR	19 1/2	DP/PP

MSFT5APR25.0C/P	MSQ	APR	25	DE/PE	MSFT5APR22.0CX/PX	MSQ	APR	22	DQ/PQ
MSFT5APR27.5C/P	MSQ	APR	27 1/2	DY/PY	MSFT5APR24.5CX/PX	MSQ	APR	24 1/2	DR/PR
MSFT5APR30.0C/P	MSQ	APR	30	DF/PF	MSFT5APR27.0CX/PX	MSQ	APR	27	DS/PS
MSFT5APR32.5C/P	MSQ	APR	32 1/2	DZ/PZ	MSFT5APR29.5CX/PX	MSQ	APR	29 1/2	DT/PT
MSFT5APR35.0C/P	MSQ	APR	35	DG/PG	MSFT5APR32.0CX/PX	MSQ	APR	32	DA/PA
MSFT5APR37.5C/P	MSQ	APR	37 1/2	DU/PU	MSFT5APR34.5CX/PX	MSQ	APR	34 1/2	DB/PB
MSFT5APR40.0C/P	MSQ	APR	40	DH/PH	MSFT5APR37.0CX/PX	MSQ	APR	37	DC/PC
MSFT5APR42.5C/P	MSQ	APR	42 1/2	DS/PS	MSFT5APR39.5CX/PX	MSQ	APR	39 1/2	DD/PD
MSFT5APR45.0C/P	MSQ	APR	45	DI/PI	MSFT5APR42.0CX/PX	MSQ	APR	42	DE/PE
MSFT5APR47.5C/P	MSQ	APR	47 1/2	DT/PT	MSFT5APR44.5CX/PX	MSQ	APR	44 1/2	DF/PF

Microsoft Corporation - 2006 Leap (MSFT/WMF)
(Before 11/15/2004)
(100 shrs MSFT)

Microsoft Corporation - 2006 Leap (MSFT/WMF)
(Beginning 11/15/2004)
(100 shrs MSFT)

<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>
MSFT6JAN15.0C/P	WMF	JAN	15	AC/MC	MSFT6JAN12.0CX/PX	WMF	JAN	12	AM/MM
MSFT6JAN17.5C/P	WMF	JAN	17 1/2	AW/MW	MSFT6JAN14.5CX/PX	WMF	JAN	14 1/2	AN/MN
MSFT6JAN20.0C/P	WMF	JAN	20	AD/MD	MSFT6JAN17.0CX/PX	WMF	JAN	17	AO/MO
MSFT6JAN22.5C/P	WMF	JAN	22 1/2	AX/MX	MSFT6JAN19.5CX/PX	WMF	JAN	19 1/2	AP/MP
MSFT6JAN25.0C/P	WMF	JAN	25	AE/ME	MSFT6JAN22.0CX/PX	WMF	JAN	22	AQ/MQ
MSFT6JAN27.5C/P	WMF	JAN	27 1/2	AY/MY	MSFT6JAN24.5CX/PX	WMF	JAN	24 1/2	AR/MR
MSFT6JAN30.0C/P	WMF	JAN	30	AF/MF	MSFT6JAN27.0CX/PX	WMF	JAN	27	AS/MS
MSFT6JAN32.5C/P	WMF	JAN	32 1/2	AZ/MZ	MSFT6JAN29.5CX/PX	WMF	JAN	29 1/2	AT/MT
MSFT6JAN35.0C/P	WMF	JAN	35	AG/MG	MSFT6JAN32.0CX/PX	WMF	JAN	32	AA/MA
MSFT6JAN37.5C/P	WMF	JAN	37 1/2	AU/MU	MSFT6JAN34.5CX/PX	WMF	JAN	34 1/2	AB/MB
MSFT6JAN40.0C/P	WMF	JAN	40	AH/MH	MSFT6JAN37.0CX/PX	WMF	JAN	37	AC/MC
MSFT6JAN45.0C/P	WMF	JAN	45	AI/MI	MSFT6JAN42.0CX/PX	WMF	JAN	42	AE/ME
MSFT6JAN47.5C/P	WMF	JAN	47 1/2	AT/MT	MSFT6JAN44.5CX/PX	WMF	JAN	44 1/2	AF/MF
MSFT6JAN50.0C/P	WMF	JAN	50	AJ/MJ	MSFT6JAN47.0CX/PX	WMF	JAN	47	AG/MG
MSFT6JAN55.0C/P	WMF	JAN	55	AK/MK	MSFT6JAN52.0CX/PX	WMF	JAN	52	AH/MH
MSFT6JAN60.0C/P	WMF	JAN	60	AL/ML	MSFT6JAN57.0CX/PX	WMF	JAN	57	AI/MI
MSFT6JAN65.0C/P	WMF	JAN	65	AM/MM	MSFT6JAN62.0CX/PX	WMF	JAN	62	AU/MU
MSFT6JAN70.0C/P	WMF	JAN	70	AN/MN	MSFT6JAN67.0CX/PX	WMF	JAN	67	AP/MP

Microsoft Corporation - 2007 Leap (MSFT/VMF)
(Before 11/15/2004)
(100 shrs MSFT)

Microsoft Corporation - 2007 Leap (MSFT/VMF)
(Beginning 11/15/2004)
(100 shrs MSFT)

<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>
MSFT7JAN15.0C/P	VMF	JAN	15	AC/MC	MSFT7JAN12.0CX/PX	VMF	JAN	12	AM/MM
MSFT7JAN20.0C/P	VMF	JAN	20	AD/MD	MSFT7JAN17.0CX/PX	VMF	JAN	17	AO/MO
MSFT7JAN22.5C/P	VMF	JAN	22 1/2	AX/MX	MSFT7JAN19.5CX/PX	VMF	JAN	19 1/2	AP/MP
MSFT7JAN25.0C/P	VMF	JAN	25	AE/ME	MSFT7JAN22.0CX/PX	VMF	JAN	22	AQ/MQ
MSFT7JAN27.5C/P	VMF	JAN	27 1/2	AY/MY	MSFT7JAN24.5CX/PX	VMF	JAN	24 1/2	AR/MR
MSFT7JAN30.0C/P	VMF	JAN	30	AF/MF	MSFT7JAN27.0CX/PX	VMF	JAN	27	AS/MS
MSFT7JAN32.5C/P	VMF	JAN	32 1/2	AZ/MZ	MSFT7JAN29.5CX/PX	VMF	JAN	29 1/2	AT/MT
MSFT7JAN35.0C/P	VMF	JAN	35	AG/MG	MSFT7JAN32.0CX/PX	VMF	JAN	32	AA/MA
MSFT7JAN37.5C/P	VMF	JAN	37 1/2	AU/MU	MSFT7JAN34.5CX/PX	VMF	JAN	34 1/2	AB/MB
MSFT7JAN40.0C/P	VMF	JAN	40	AH/MH	MSFT7JAN37.0CX/PX	VMF	JAN	37	AC/MC

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