



INTERNATIONAL SECURITIES EXCHANGE

NEW INDEX UNDERLYING # 2004-003 ONN INFORMATION CIRCULAR # 743

September 20, 2004

On September 21, 2004, the International Securities Exchange (ISE) will begin disseminating reduced-values of Standard & Poor's S&P 1000 Index. ISE anticipates listing options on the following indexes pending the Securities and Commission (SEC) approval.

New Index Underlyings

Mini S&P 1000 (1/10th value of full-size index)

Index Name: S&P 1000
Price Level Symbol: SPK
Settlement Value Symbol: PXX

Micro S&P 1000 (1/100th value of full-size index)

Index Name: S&P 1000
Price Level Symbol: MPK
Settlement Value Symbol: PLJ

Description

The S&P 1000 is a capitalization weighted index. It is a combination of the widely followed S&P MidCap 400 Index and the S&P SmallCap 600 Index, where the S&P MidCap 400 Index represents approximately 70% of the Index weighting and the S&P SmallCap 600 Index represents approximately 30%. The combination addresses the needs of investors who want to allocate assets between large capitalization stocks and the rest of the investable market.

Detailed product specifications will be distributed upon SEC approval.

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