

CIRCULAR TO:

**NZ Clearing Members
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NZ Agents
Trading Permit Holders
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BOA Providers**

NO: 85/00**Air New Zealand Equity Adjustment**

New Zealand Futures & Options Exchange have advised that there will be a rights issue on Air New Zealand shares this will be effective today 9 October 2000 in accordance with Contract Specifications for the Exchange Traded Equity Options Contracts (EQO). Current open positions will be adjusted to reflect the rights issue in the following way:

ABX0	Current Strike	New Strike
	170	152
	180	161
	190	170
	200	179
	210	188
	220	197
	230	206
	240	215
	250	223
	260	232
	270	241
	280	250
	290	259
	300	268
	310	277
	320	286
	330	295
	340	304
	350	313

The new contract multiplier will be 1.11868091 and the strike price adjustment factor will be 0.89390996.

New Contract

An announcement will be made shortly regarding the delisting of any months with no open interest in the current contract and the possible listing of a new Air New Zealand contract with a contract size of 1,000 shares.

If you require further information please contact Kyrra Grunnsund on 9256-0430 or Diane Fletcher on 9256-0543

Kyrra Grunnsund
Manager, Clearing Services

9 October 2000