

CBOE Options on Russell Index Products

The Chicago Board Options Exchange (CBOE) offers listed options on 12 Russell indexes and 12 exchange-traded funds (ETFs) based on Russell indexes:



Options on Russell Indexes:

- RUI - Russell 1000® Index
- RLG - Russell 1000® Growth Index
- RLV - Russell 1000® Value Index
- RUT - Russell 2000® Index
- RUO - Russell 2000® Growth Index
- RUJ - Russell 2000® Value Index
- RUA - Russell 3000® Index
- RAG - Russell 3000® Growth Index
- RAV - Russell 3000® Value Index
- RMC - Russell Midcap® Index
- RDG - Russell Midcap® Growth Index
- RMV - Russell Midcap® Value Index

Options on Russell-based ETFs:

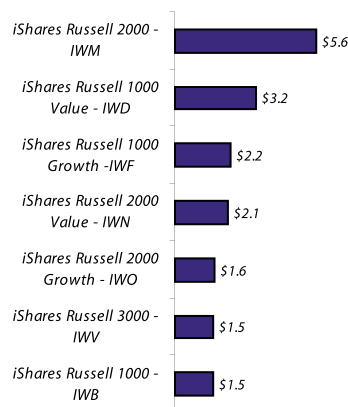
- IWB - iShares Russell 1000® Index Fund
- IWD - iShares Russell 1000® Value Index Fund
- IWF - iShares Russell 1000® Growth Index Fund
- IWM - iShares Russell 2000® Index Fund
- IWN - iShares Russell 2000® Value Index Fund
- IWO - iShares Russell 2000® Growth Index Fund
- IWP - iShares Russell Midcap® Growth Index Fund
- IWR - iShares Russell Midcap® Index Fund
- IWS - iShares Russell Midcap® Value Index Fund
- IWW - iShares Russell 3000® Index Fund
- IWW - iShares Russell 3000® Value Index Fund
- IWZ - iShares Russell 3000® Growth Index Fund

Select Contract Specifications

	Options on Russell Indexes	Options on Russell-based ETFs
Underlying:	\$100 times the applicable Russell index. The capitalization-weighted Russell Indexes are designed to measure the performance of the top companies from a universe of the 3,000 largest stocks in the U.S..	Generally, 100 shares of ETFs that are listed on the securities exchanges.
Exercise Style:	European - Russell Index options generally may be exercised only on the last business day before expiration.	American - ETF options generally may be exercised on any business day before the expiration date.
Expiration Date:	Saturday immediately following the third Friday of the expiration month.	
Settlement of	Exercise will result in delivery of cash on the business day following expiration. The exercise settlement value is calculated using the first (opening) reported sales price in the primary market of each component security on the last business day (usually a Friday) before the expiration date.	Exercise notices properly tendered on any business day will result in delivery of the underlying ETF on the third business day following exercise.
Option Exercise:		
Last Trading Day:	Trading in Russell Index options will ordinarily cease on the business day (usually a Thursday) preceding the day on which the exercise-settlement value is calculated.	Trading in ETF options will ordinarily cease on the business day (usually a Friday) preceding the expiration date.
Trading Hours:	8:30 a.m. - 3:15 p.m. Central Time (Chicago time).	8:30 a.m. - 3:15 p.m. Central Time (Chicago time).

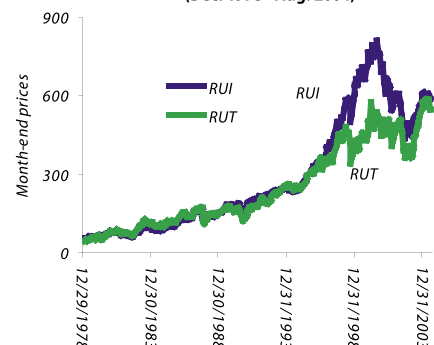
RUSSELL

**Assets in Select ETFs
Based on Russell Indices**



Approx. assets in \$billions (as of July 2004)

**Russell 1000 (RUI) and
Russell 2000 (RUT) Prices
(Dec. 1978 - Aug. 2004)**



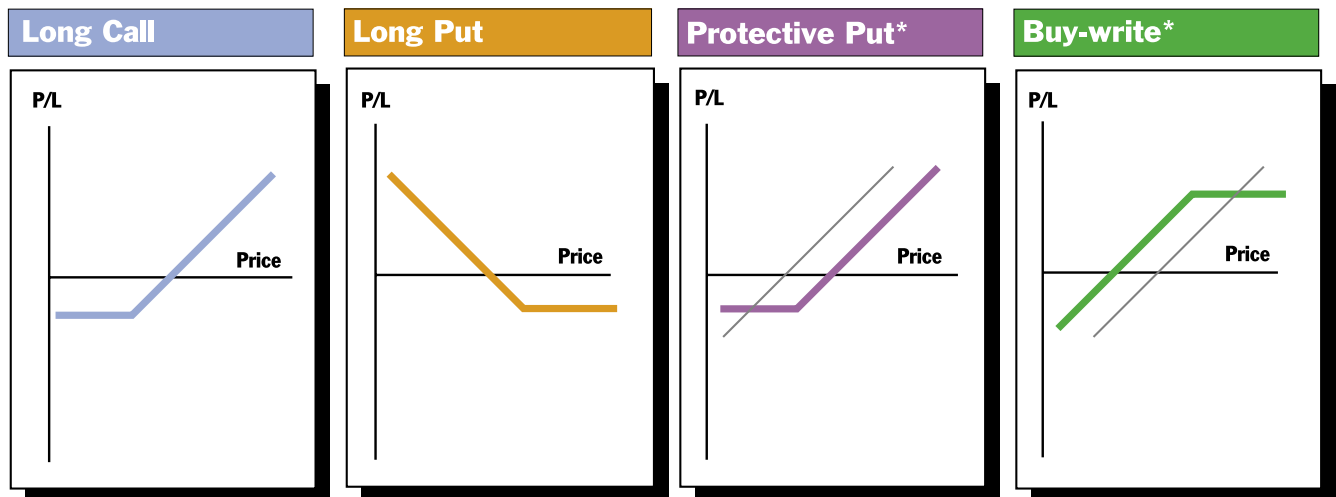
For more details visit: www.cboe.com/index

CBOE Options and Russell Indexes

Profit-and Loss Diagrams for Options Strategies

Options transactions give investors tremendous flexibility. For example, with protective puts, investors can pay a premium to protect against big losses, and buy-write strategies provide investors with income that can help cushion against downside losses. Here are some profit-and-loss diagrams for some simple options transactions; for more information about many other options strategies, please visit www.cboe.com

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* In the Protective Put and Buy-write diagrams, the faint grey line represents an equity position, and the colored "hockey-stick-shaped" line represents the combined stock plus options position. www.cboe.com

Trademarks and Risk Disclosures

Options involve risk and are not suitable for all investors. Prior to buying or selling options, a person must receive a copy of *Characteristics and Risks of Standardized Options* (ODD). Copies of the ODD are available from your broker, by calling 1-888-OPTIONS, or from The Options Clearing Corporation, One North Wacker Drive, Suite 500, Chicago, Illinois 60606. The information in this paper is provided solely for general education and information purposes and therefore should not be considered complete, precise, or current. Many of the matters discussed are subject to detailed rules, regulations, and statutory provisions which should be referred to for additional detail and are subject to changes that may not be reflected in these materials. No statement within these materials should be construed as a recommendation to buy or sell a security or to provide investment advice. Any strategies discussed, including examples, do not include commissions, dividends, margin, taxes, and other transaction costs. However, these costs will affect the outcome of transactions and should be considered. Russell 1000[®], Russell 2000[®], and Russell 3000[®] are registered trademarks of Frank Russell Company. CBOE[®] and Chicago Board Options Exchange[®] are registered trademarks of CBOE. For complete information about iShares, request a prospectus by calling 1-800-ISHARES (1-800-474-2737). Read it carefully before investing. Equity investments involve risks, including possible loss of principal. iShares are distributed by SEI Investments Distribution Co. Barclays Global Fund Advisors serves as an advisor to iShares and is a subsidiary of Barclays Global Investors, N.A., (BGI) neither of which is affiliated with SEI. iShares is a trademark of Barclays Global Investors, N.A. iShares are not FDIC insured, have no bank guarantee, and may lose value. Copyright © 2004 Chicago Board Options Exchange, All Rights Reserved.