QUICK REFERENCE GUIDE VXD 2005

CBOE DJIA VXD VOLATILITY INDEX

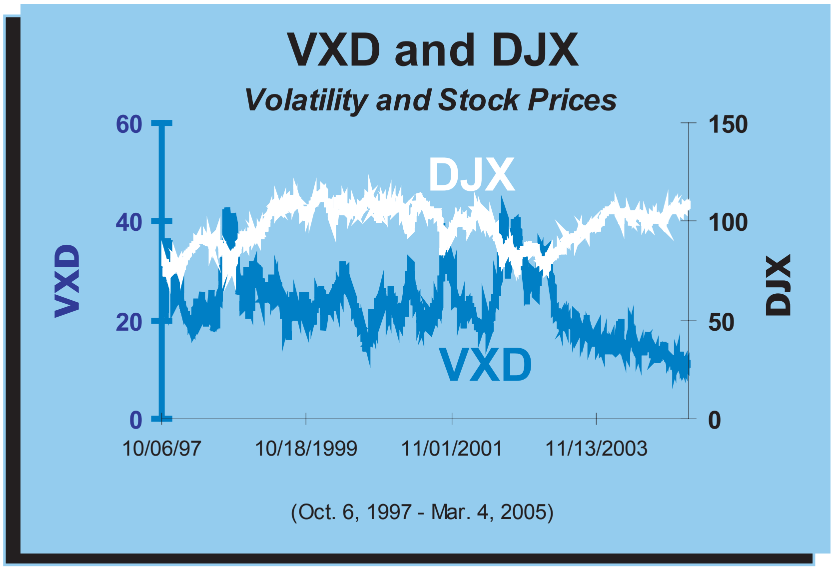
Futures on the CBOE DJIA Volatility Index (VXD)

The CBOE DJIA Volatility Index (VXD) is based on real-time prices of options on the Dow Jones Industrial Average[SM] (DJIA, with an options ticker of DJX), and is designed to reflect investors' consensus view of future (30-day) expected stock market volatility.

The CBOE Futures Exchange, LLC, (CFE) is planning to introduce futures on the VXD Index. VXD futures and options could be used by investors for a variety of purposes, including:

- To hedge volatility risk with short VXD futures or long protective VXD puts,
- To take advantage of a market view on the direction of near-term volatility,
- To manage risks associated with the growing markets for volatility and variance swaps,
- To take advantage of arbitrage opportunities between DJX options and VXD futures and options.

The VXD Index price changes often have had a negative correlation to DJX prices, and so the VXD could have potential to be considered as a hedging tool.



CFE
CBOE FUTURES EXCHANGE

For more information and detailed contract specifications, visit:

www.cboe.com/CFE

Contract Specifications

CONTRACT NAME: CBOE DJIA Volatility Index Futures

LISTING DATE: 4/25/05

DESCRIPTION: The CBOE DJIA Volatility Index (VXD) is based on real-time prices of options on the Dow Jones Industrial Average℠ (DJIA, with an options ticker of DJX), and is designed to reflect investors' consensus view of future (30-day) expected stock market volatility.

CONTRACT SIZE: The contract multiplier for the VXD futures contract is $1000 times the Cash Index Value VXD.

TRADING HOURS: 8:30 a.m. - 3:15 p.m. Central Standard Time (Chicago time).

TRADING PLATFORM: CBOE*direct*

CONTRACT MONTHS: Two serial contract months plus two contract months on the February quarterly cycle. (February, May, August and November)

TICKER SYMBOL: Futures – DV Cash Index – VXD

PRICING CONVENTIONS: Both futures prices and Cash Index levels stated in decimal format.

MINIMUM PRICE INTERVAL: 0.01 of one index point (equal to $10.00 per contract)

DOLLAR VALUE PER TICK: $10.00 per contract

TERMINATION OF TRADING: The business day immediately preceding the Final Settlement Date of the futures contract.

FINAL SETTLEMENT DATE: The Wednesday that is thirty days prior to the third Friday of the calendar month immediately following the month in which the contract expires.

FINAL SETTLEMENT PRICE: The final settlement price for the CBOE DJIA Volatility Index (VXD) futures is a Special Opening Quotation (SOQ) of VXD calculated from the sequence of opening prices of the options used to calculate the index on the settlement date. The opening price for any series in which there is no trade shall be the average of that option's bid price and ask price as determined at the opening of trading. The final settlement price will be rounded to the nearest $0.01.

DELIVERY: Settlement of CBOE DJIA Volatility Index (VXD) futures contracts will result in the delivery of a cash settlement amount on the business day immediately following the settlement date. The cash settlement amount on the final settlement date shall be the final mark to market amount against the final settlement price of the VXD futures multiplied by $100.00.

POSITION ACCOUNTABILITY: 5,000 contracts

MINIMUM REPORTABLE LEVEL: 25 or more contracts

UNDERLYING CASH INDEX INFORMATION: VXD and DVB are calculated in real-time by the Chicago Board Options Exchange (CBOE) and are disseminated every 15 seconds through the Options Price Reporting Authority (OPRA) from 8:30 a.m. to 3:15 p.m. (Chicago time) during each trading day.