

MEMO# 1977

June 18, 1990

AMEX PROPOSES RULE CHANGE TO ACCOMMODATE CERTAIN UNIT INVESTMENT TRUSTS

June 18, 1990 TO: UNIT INVESTMENT TRUST COMMITTEE NO. 27-90 RE: AMEX PROPOSES
RULE CHANGE TO ACCOMMODATE CERTAIN UNIT INVESTMENT TRUSTS

The American Stock Exchange, Inc. ("Amex") is proposing a change to its rules to provide listing guidelines for certain open-end or closed-end unit investment trusts that issue securities based on a portfolio of stocks included in a stock market index and/or a portfolio of money market or other debt instruments. Holders of shares or units of these trusts may be permitted to separate their units into distinct components, such as the right to dividend income, the possibility of capital appreciation or the ability to hedge against a market decline. It is anticipated that the new guidelines initially will be applied to two trusts sponsored by SuperShare Services Corporation; however, the guidelines are intended to be broad enough to accommodate trusts of varying sizes and characteristics. The proposed rule change also would add a new section to the Amex Company Guide detailing the criteria for continued listing eligibility of such trusts, as well as commentary intended to establish an appropriate customer suitability standard. A copy of the release describing the proposed rule change is attached. As noted in the release, the comment period for the proposed rule change ends on July 5, 1990. Frances M. Stadler Assistant General Counsel Attachment