

AMEX EQUITY FEE SCHEDULE

I. Transaction Charges

No change.

II. Regulatory Fee

No Change.

Notes:

1. and 2. No change.

3. Customer transaction charges for the following Portfolio Depository Receipts, Index Fund Shares, and Trust Issued Receipts have been suspended:

DIA—DIAMONDS®

QQQ—Nasdaq—100® Index Tracking Stock

SPY—SPDRs®

IVV—iShares S&P 500

MDY—MidCap SPDRs

XLY—Select Sector SPDR—Consumer

Discretionary

XLP—Select Sector SPDR—Consumer Staples

XLE—Select Sector SPDR—Energy

XLF—Select Sector SPDR—Financial

XLV—Select Sector SPDR—Health Care

XLI—Select Sector SPDR—Industrial

XLB—Select Sector SPDR—Materials

XLK—Select Sector SPDR—Technology

XLU—Select Sector SPDR—Utilities

BHH—B2B Internet HOLDERS™.

BBH—Biotech HOLDERS.

BDH—Broadband HOLDERS.

EKH—Europe 2001 HOLDERS.

IAH—Internet Architecture HOLDERS.

HHH—Internet HOLDERS.

IIH—Internet Infrastructure HOLDERS.

MKH—Market 2000+ HOLDERS.

OIH—Oil Service HOLDERS.

PPH—Pharmaceutical HOLDERS.

RKH—Regional Bank HOLDERS.

RTH—Retail HOLDERS.

SMH—Semiconductor HOLDERS.

SWH—Software HOLDERS.

TTH—Telecom HOLDERS.

UTH—Utilities HOLDERS.

WMH—Wireless HOLDERS.

SHY—iShares Lehman 1—3 Year Treasury Bond Fund.

IEF—iShares Lehman 7—10 Year Treasury Bond Fund.

TLT—iShares Lehman 20+ Year Treasury Bond Fund.

LQD—iShares GS \$ InvesTop Corporate Bond Fund.

Customer transaction charges for the iShares S&P 100 Index Fund are \$.0015 per share (\$.15 per 100 shares), capped at \$100 per trade. Until [June 30] July 31, 2003, transaction charges also have been suspended in SHY and IEF for specialist, Registered Trader and broker dealer orders.

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II. Self-Regulatory Organization's Statement of the Purpose of, and Statutory Basis for, the Proposed Rule Change

In its filing with the Commission, the Amex included statements concerning the purpose of and basis for the proposed rule change and discussed any comments it received on the proposed rule change. The text of these statements may be examined at the places specified in Item IV below. The Exchange has prepared summaries, set forth in Sections A, B, and C below, of the most significant aspects of such statements.

A. Self-Regulatory Organization's Statement of the Purpose of, and Statutory Basis for, the Proposed Rule Change

1. Purpose

The Exchange is extending until July 31, 2003 the suspension of transaction charges in iShares Lehman 1—3 year Treasury Bond Fund (Symbol: SHY) and iShares Lehman 7—10 year Treasury Bond Fund (Symbol: IEF) for specialist, Registered Trader and broker-dealer orders. The Exchange previously filed a suspension of such charges until

November 30, 2002,³ December 31, 2002,⁴ January 31, 2003,⁵ February 28, 2003,⁶ March 31, 2003,⁷ April 30, 2003,⁸ May 31, 2003,⁹ and June 30, 2003.¹⁰

The Exchange believes that a suspension of fees for the SHY and IEF is appropriate to enhance the competitiveness of executions in these securities on the Amex. The Exchange will reassess the fee suspension as appropriate, and will file any modification to the fee suspension with

³ See Securities Exchange Act Release No. 46765 (November 1, 2002), 67 FR 68893 (November 13, 2002) (SR-Amex-2002-91).

⁴ See Securities Exchange Act Release No. 46996 (December 13, 2002), 67 FR 78264 (December 23, 2002) (SR-Amex-2002-98).

⁵ See Securities Exchange Act Release No. 47141 (January 8, 2003), 68 FR 2090 (January 15, 2003) (SR-Amex-2002-115).

⁶ See Securities Exchange Act Release No. 47361 (February 13, 2003), 68 FR 8534 (February 21, 2003) (SR-Amex-2003-04).

⁷ See Securities Exchange Act Release No. 47455 (March 6, 2003), 68 FR 12111 (March 13, 2003) (SR-Amex-2003-15).

⁸ See Securities Exchange Act Release No. 47668 (April 11, 2003), 68 FR 19241 (April 18, 2003) (SR-Amex-2003-22).

⁹ See Securities Exchange Act Release No. 47858 (May 14, 2003), 68 FR 27872 (May 21, 2003) (SR-Amex-2003-40).

¹⁰ See Securities Exchange Act Release No. 47974 (June 4, 2003), 68 FR 35030 (June 11, 2003) (SR-Amex-2003-57).

the Commission pursuant to section 19(b)(3)(A) of the 1934 Act.¹¹

2. Statutory Basis

The Exchange believes that the proposed rule change is consistent with section 6(b) of the Act¹² in general, and furthers the objectives of section 6(b)(4)¹³ in particular, in that it provides for the equitable allocation of reasonable dues, fees and other charges among its members and other persons using its facilities.

B. Self-Regulatory Organization's Statement on Burden on Competition

The Exchange does not believe that the proposed rule change will impose any burden on competition.

C. Self-Regulatory Organization's Statement on Comments on the Proposed Rule Change Received From Members, Participants or Others

The Exchange has neither solicited nor received comments on the proposed rule change.

¹¹ 15 U.S.C. 78s(b)(3)(A).

¹² 15 U.S.C. 78f(b).

¹³ 15 U.S.C. 78f(b)(4).