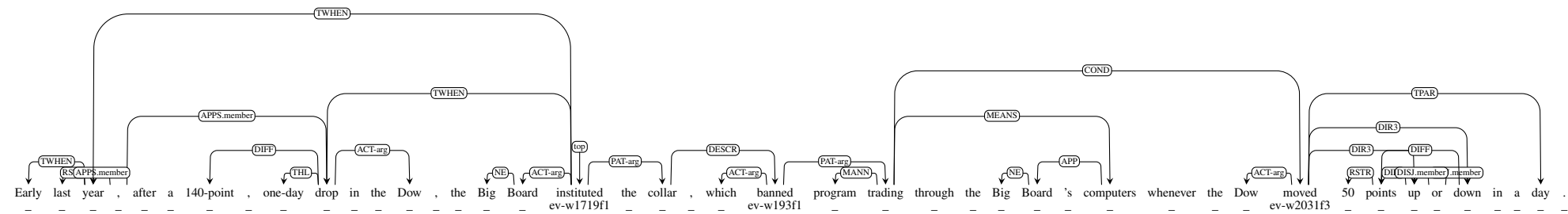
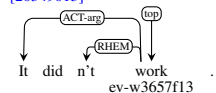


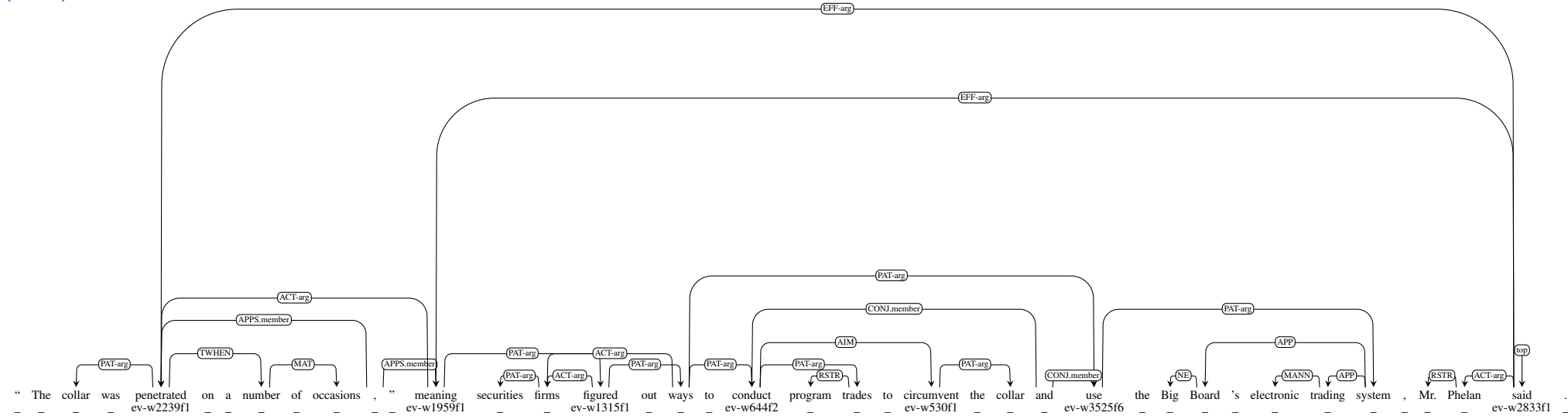
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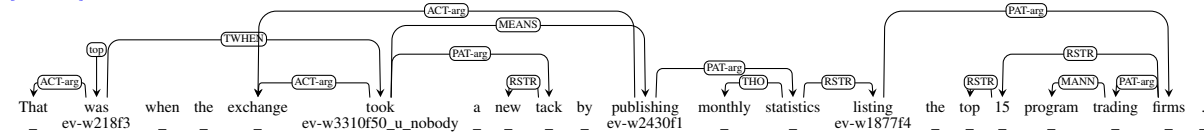
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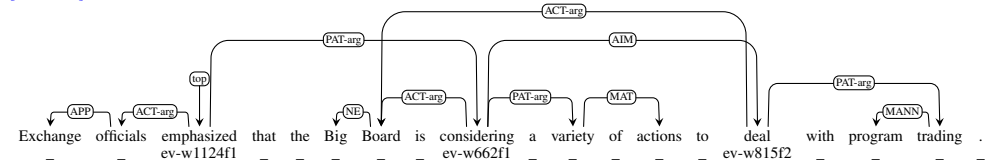
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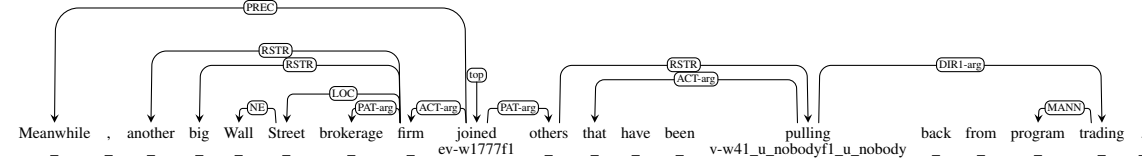
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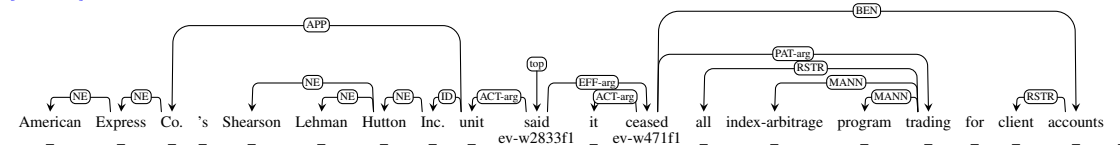
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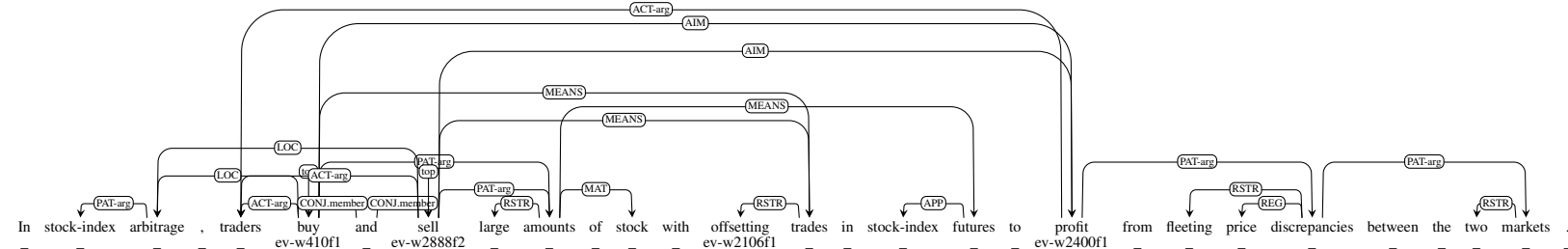
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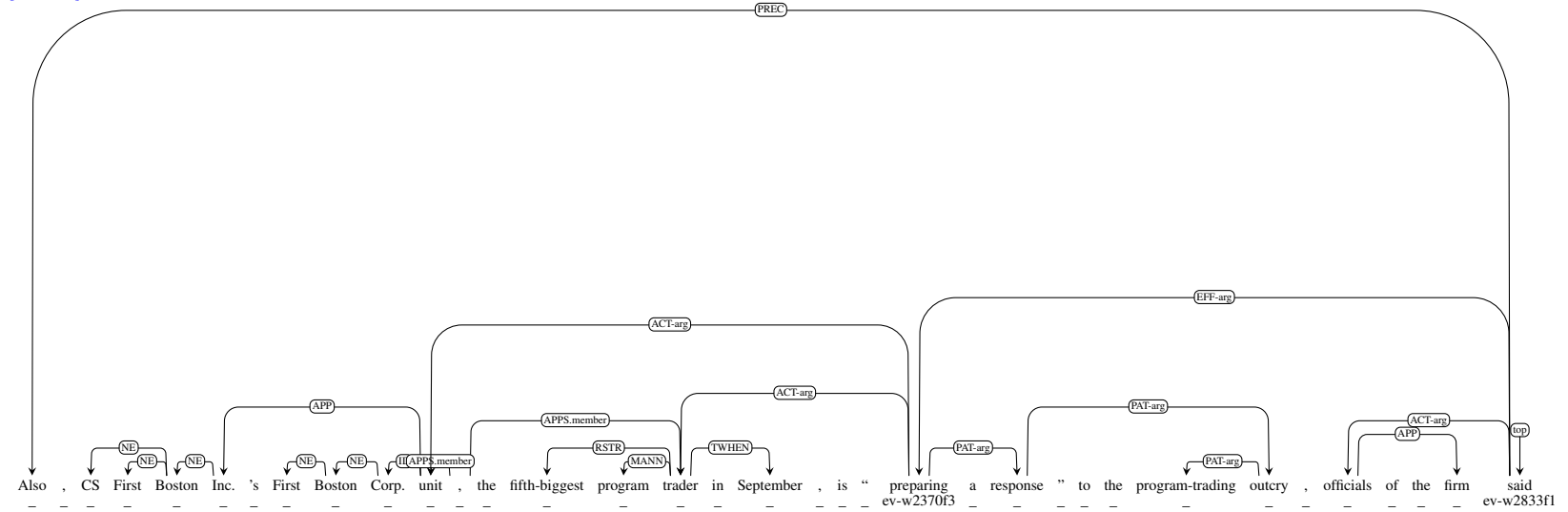
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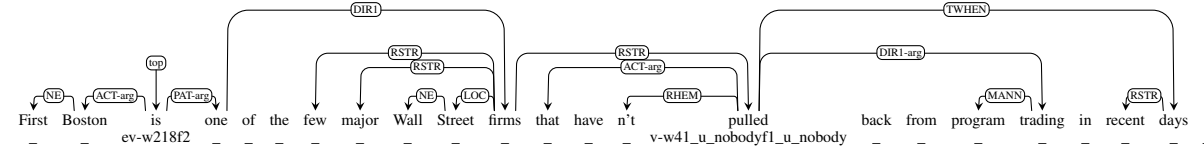
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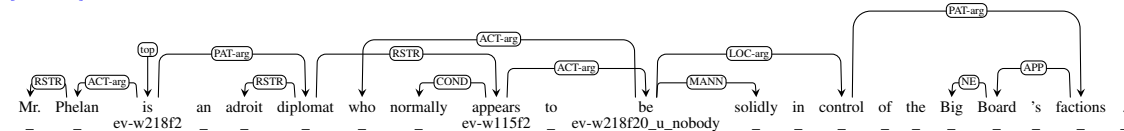
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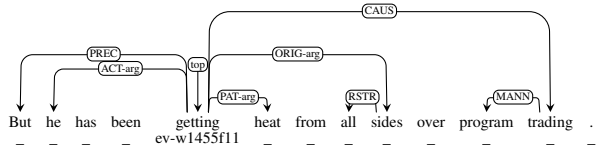
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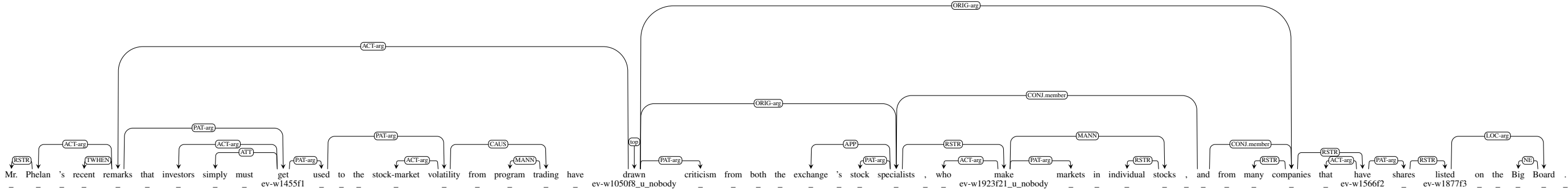
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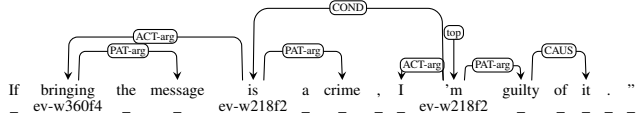
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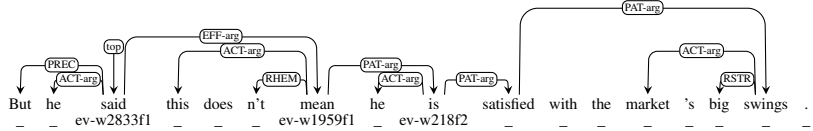
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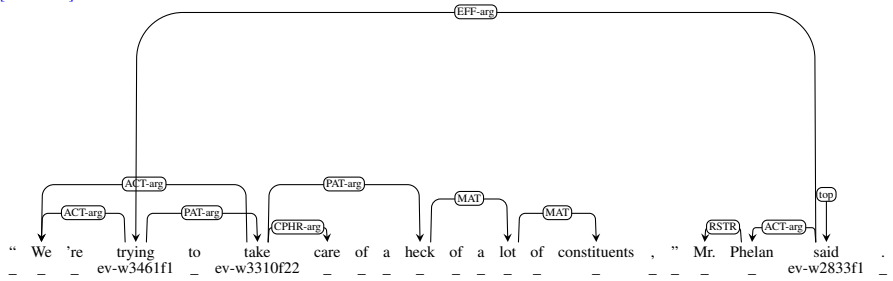
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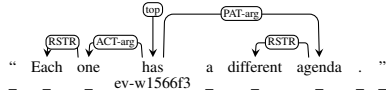
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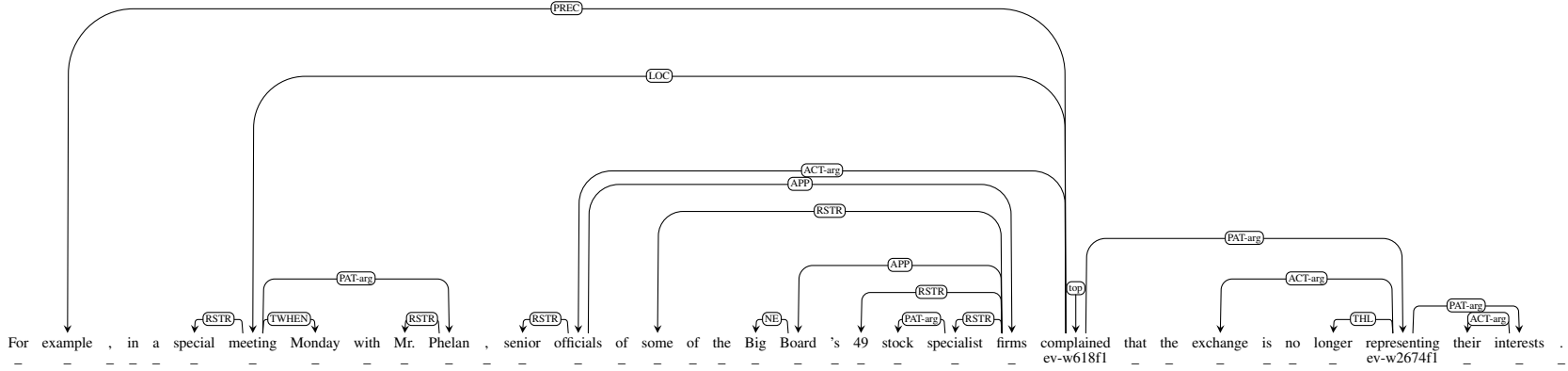
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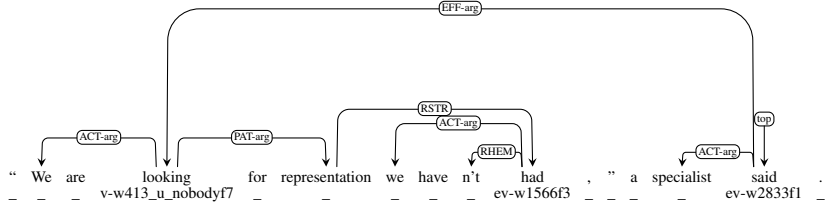
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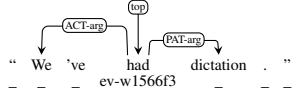
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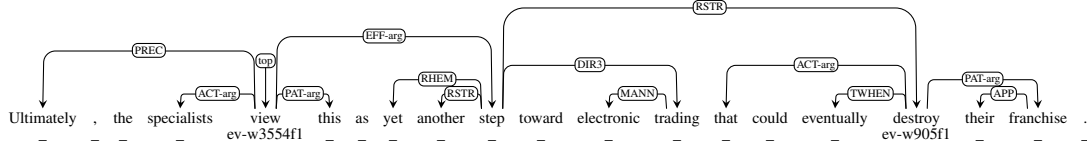
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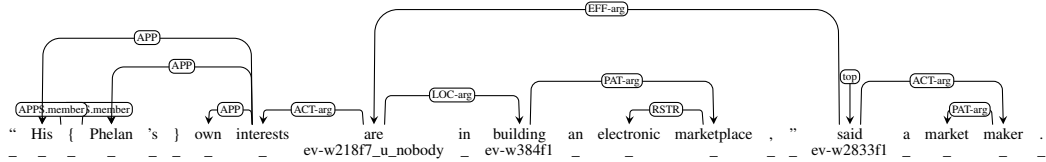
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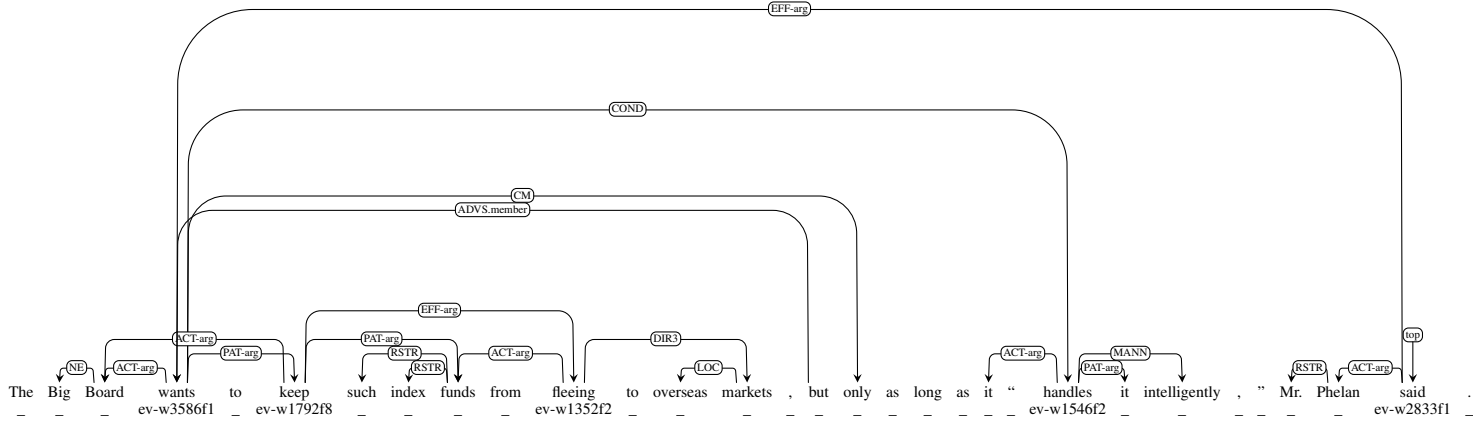
[20349037]



[20349038]



[20349041]



[20349042]

Despite what some investors are suggesting, the Big Board is n't even considering a total ban on program trading or stock futures, exchange officials said.

[20349043]

Most revisions it will propose will be geared toward slowing down program trading during stressful periods, officials working with the exchange.

[20349044]

Computers have made trading more rapid, but that can be fixed with some fine-tuning.

[20349046]

"That's different than wrecking them."

[20349047]

While volatility won't go away, he said, "Volatility is greater than program trading."

[20349049]

For example, Mr. Phelan said that big institutions have so much control over public investments that they can cause big swings in the market, regardless of index arbitrage.

[20349050]

"A lot of people would like to go back to 1970" before program trading, he said.

[20349051]

"I would like to go back to 1970."

[20349052]

But we're not going back to 1970."

[20349054]

"Japan's markets are more stable," he said.

[20349056]

In coming days, when the Big Board formulates its responses to the program-trading problem, Mr. Phelan may take a more public role in the issue.

[20349057]

Lewis L. Glucksmann, vice chairman of Smith Barney, Harris Upham & Co., said: "This is a problem that's taking on a life of its own."

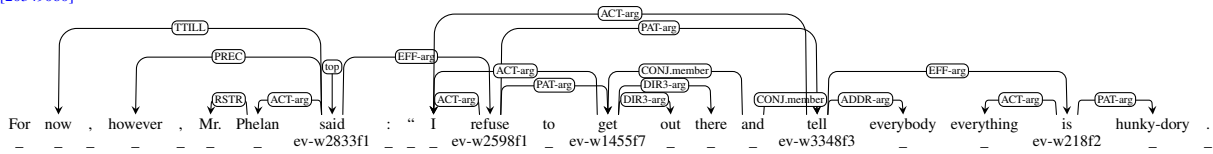
[20349058]

The program trading situation seems to have driven individual investors as well as others out of the market, and even Europeans are suspicious.

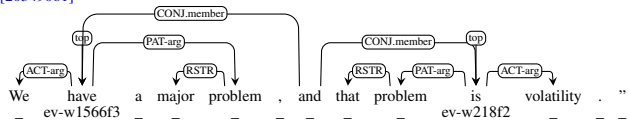
[20349059]

The exchange should take a pro-active position."

[20349060]



[20349061]



[20349062]

