

MEMORANDUM

To: All Option Members, Member Organizations and ROTs

From: Listings Administration

Date: April 11, 2008

**Subject: CollaGenex Pharmaceuticals, Inc. (CGPI/CKU) MERGER EFFECTIVE**

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A tender offer by Galderma Acquisition, Inc., a wholly owned subsidiary of Galderma Laboratories, Inc., to acquire all of the outstanding Common shares of CollaGenex Pharmaceuticals, Inc. (CGPI) expired on April 4, 2008. **A short form merger became effective on Thursday, April 10, 2008.** As a result, each existing CGPI share will be converted into the right to receive \$16.60 in cash.

*\*\*The foregoing is an unofficial summary of the terms of the Merger, prepared by the PHLX for the convenience of its members. PHLX accepts no responsibility for the accuracy or completeness of the summary. Members should refer to the proxy statement for the authoritative description of the merger terms and conditions.*

Pursuant to Options Clearing Corporation (OCC) By-Laws, all outstanding CKU options will be adjusted as follows:

**EFFECTIVE DATE: Friday, April 11, 2008**  
**NEW DELIVERABLE: \$1,660.00 cash per contract (\$16.60 x 100)**

**Existing open interest in all CKU options will remain until options are exercised or expire. Since they are American style options, they are exercisable at the option of the holder.**

Questions regarding this release may be directed to Listings Administration at 1-800-THE-PHLX, choice #2, or (215) 496-1508.