

MEMORANDUM

To: All Option Members, Member Organizations and ROPs

From: Listings Administration

Date: April 23, 2008

Subject: MCG Capital Corporation (MCGC/QML/QRM) Position Consolidation

On April 21, 2008, the deliverable of adjusted MCG Capital Corporation options (QRM) was further adjusted to no longer call for the delivery of rights to acquire additional MCGC Common Shares due to the expiration of these rights on Friday, April 18, 2008.

Effective with these changes, QRM options have a deliverable identical with QML options, namely 100 MCGC Common Shares.

The Exchange has determined to consolidate all outstanding QRM option positions since the two options have identical deliverables, thereafter eliminating option trading in the symbol QRM.

MCG Capital Corporation (MCGC/QRM)					MCG Capital Corporation (MCGC/QML)				
(Before 4/23/2008)					(Beginning 4/23/2008)				
(100 shrs MCGC)					(100 shrs MCGC)				
			Calls	Puts				Calls	Puts
QRM	MAY	7 1/2	EU	QU	QML	MAY	7 1/2	EU	QU
QRM	MAY	10	EB	QB	QML	MAY	10	EB	QB
QRM	MAY	12 1/2	EV	QV	QML	MAY	12 1/2	EV	QV
QRM	JUN	7 1/2	FU	RU	QML	JUN	7 1/2	FU	RU
QRM	JUN	10	FB	RB	QML	JUN	10	FB	RB
QRM	JUN	12 1/2	FV	RV	QML	JUN	12 1/2	FV	RV
QRM	JUN	15	FC	RC	QML	JUN	15	FC	RC
QRM	JUN	17 1/2	FW	RW	QML	JUN	17 1/2	FW	RW
QRM	SEP	7 1/2	IU	UU	QML	SEP	7 1/2	IU	UU
QRM	SEP	10	IB	UB	QML	SEP	10	IB	UB
QRM	SEP	12 1/2	IV	UV	QML	SEP	12 1/2	IV	UV
QRM	SEP	15	IC	UC	QML	SEP	15	IC	UC

Customers should be advised that all Good-til-Cancelled (GTC) orders not on AUTOM must be cancelled and re-entered prior to the effective date. GTC AUTOM orders will be deleted by PHLX Service Desk/AUTOM personnel.

Questions regarding this release may be directed to Listings Administration at 1-800-THE-PHLX, choice #2, or (215) 496-5380.