



## SERIES ADJUSTMENT - 1304-08

July 07, 2008

**Internet HOLDRS Trust (HHH) - Distribution - EFFECTIVE  
Special Cash Distribution  
Ex-Distribution Date: 7/8/2008**

On June 30, 2008, CNET Networks, Inc., a component of HHH, was acquired by CBS Corporation (CBS) and each share was converted into \$11.50 cash. As a result, the merger consideration will be distributed to HHH shareholders at the ratio of \$0.46; which is payable to shareholders of record on Thursday, July 10, 2008. Distribution date for the cash distribution will be on a date to be announced.

**The AMEX has set ex-distribution date for the cash distribution as Tuesday, July 8, 2008.**

### Contract Adjustments:

Pursuant to the by-laws of The Options Clearing Corporation ("OCC"), all Internet HOLDRS Trust options will be adjusted as follows:

<b>Adjustment Date:</b>	<b>Tuesday, July 08, 2008</b>
<b>PHLX Underlying Symbol(s):</b>	Unchanged - HHH
<b>OPRA Option Symbol(s):</b>	<b>HHH becomes HWE WHB becomes YKE</b>
<b>No. Of Contracts :</b>	Unchanged
<b>Strike Prices:</b>	Unchanged
<b>Multiplier:</b>	100 (e.g. Premium of 1.00 = \$100)
<b>New Deliverable/Contract:</b>	<b>1) 100 Shares of INTERNET HOLDRS Trust (HHH) 2) \$46.00 Cash</b>

### GTC Order Cancellation:

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

### Adjusted Exercise Prices:

Effective with the opening of business on Tuesday, July 08, 2008, trading in HHH series will be on an adjusted basis. The strike price adjustments below are expected based on the current outstanding series.

**Any additional HHH series added prior to the effective date will also be adjusted in the manner outlined below.**

### Unadjusted New Shares:

New HHH series with a contract unit of 100 shares will be introduced on Wednesday, July 9, 2008. Strike prices and expiration months will be announced on a separate release.

INTERNET HOLDRS Trust(HHH/HHH)  
(Before 7/8/2008)  
100 shrs HHH

INTERNET HOLDRS TRUST (HHH/HWE)  
(Beginning 7/8/2008)  
**See New Deliverable Above**

<u>PHLX Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>	<u>PHLX Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>
HHH8Jul35.0C/P	HHH	Jul	35	GG/SG	HWE8Jul35.0C/P	HWE	Jul	35	GG/SG
HHH8Jul40.0C/P	HHH	Jul	40	GH/SH	HWE8Jul40.0C/P	HWE	Jul	40	GH/SH
HHH8Jul45.0C/P	HHH	Jul	45	GI/SI	HWE8Jul45.0C/P	HWE	Jul	45	GI/SI
HHH8Jul50.0C/P	HHH	Jul	50	GJ/SJ	HWE8Jul50.0C/P	HWE	Jul	50	GJ/SJ
HHH8Jul55.0C/P	HHH	Jul	55	GK/SK	HWE8Jul55.0C/P	HWE	Jul	55	GK/SK
HHH8Jul60.0C/P	HHH	Jul	60	GL/SL	HWE8Jul60.0C/P	HWE	Jul	60	GL/SL
HHH8Jul65.0C/P	HHH	Jul	65	GM/SM	HWE8Jul65.0C/P	HWE	Jul	65	GM/SM
HHH8Jul70.0C/P	HHH	Jul	70	GN/SN	HWE8Jul70.0C/P	HWE	Jul	70	GN/SN
HHH8Jul75.0C/P	HHH	Jul	75	GO/SO	HWE8Jul75.0C/P	HWE	Jul	75	GO/SO
HHH8Aug35.0C/P	HHH	Aug	35	HG/TG	HWE8Aug35.0C/P	HWE	Aug	35	HG/TG
HHH8Aug40.0C/P	HHH	Aug	40	HH/TH	HWE8Aug40.0C/P	HWE	Aug	40	HH/TH
HHH8Aug45.0C/P	HHH	Aug	45	HI/TI	HWE8Aug45.0C/P	HWE	Aug	45	HI/TI
HHH8Aug50.0C/P	HHH	Aug	50	HJ/TJ	HWE8Aug50.0C/P	HWE	Aug	50	HJ/TJ
HHH8Aug55.0C/P	HHH	Aug	55	HK/TK	HWE8Aug55.0C/P	HWE	Aug	55	HK/TK
HHH8Aug60.0C/P	HHH	Aug	60	HL/TL	HWE8Aug60.0C/P	HWE	Aug	60	HL/TL
HHH8Aug65.0C/P	HHH	Aug	65	HM/TM	HWE8Aug65.0C/P	HWE	Aug	65	HM/TM
HHH8Aug70.0C/P	HHH	Aug	70	HN/TN	HWE8Aug70.0C/P	HWE	Aug	70	HN/TN
HHH8Aug75.0C/P	HHH	Aug	75	HO/TO	HWE8Aug75.0C/P	HWE	Aug	75	HO/TO
HHH8Aug80.0C/P	HHH	Aug	80	HP/TP	HWE8Aug80.0C/P	HWE	Aug	80	HP/TP
HHH8Nov30.0C/P	HHH	Nov	30	KF/WF	HWE8Nov30.0C/P	HWE	Nov	30	KF/WF
HHH8Nov35.0C/P	HHH	Nov	35	KG/WG	HWE8Nov35.0C/P	HWE	Nov	35	KG/WG
HHH8Nov40.0C/P	HHH	Nov	40	KH/WH	HWE8Nov40.0C/P	HWE	Nov	40	KH/WH
HHH8Nov45.0C/P	HHH	Nov	45	KI/WI	HWE8Nov45.0C/P	HWE	Nov	45	KI/WI
HHH8Nov50.0C/P	HHH	Nov	50	KJ/WJ	HWE8Nov50.0C/P	HWE	Nov	50	KJ/WJ
HHH8Nov55.0C/P	HHH	Nov	55	KK/WK	HWE8Nov55.0C/P	HWE	Nov	55	KK/WK
HHH8Nov60.0C/P	HHH	Nov	60	KL/WL	HWE8Nov60.0C/P	HWE	Nov	60	KL/WL
HHH8Nov65.0C/P	HHH	Nov	65	KM/WM	HWE8Nov65.0C/P	HWE	Nov	65	KM/WM
HHH8Nov70.0C/P	HHH	Nov	70	KN/WN	HWE8Nov70.0C/P	HWE	Nov	70	KN/WN
HHH9Jan30.0C/P	HHH	Jan	30	AF/MF	HWE9Jan30.0C/P	HWE	Jan	30	AF/MF
HHH9Jan40.0C/P	HHH	Jan	40	AH/MH	HWE9Jan40.0C/P	HWE	Jan	40	AH/MH
HHH9Jan45.0C/P	HHH	Jan	45	AI/MI	HWE9Jan45.0C/P	HWE	Jan	45	AI/MI
HHH9Jan50.0C/P	HHH	Jan	50	AJ/MJ	HWE9Jan50.0C/P	HWE	Jan	50	AJ/MJ
HHH9Jan55.0C/P	HHH	Jan	55	AK/MK	HWE9Jan55.0C/P	HWE	Jan	55	AK/MK
HHH9Jan60.0C/P	HHH	Jan	60	AL/ML	HWE9Jan60.0C/P	HWE	Jan	60	AL/ML
HHH9Jan70.0C/P	HHH	Jan	70	AN/MN	HWE9Jan70.0C/P	HWE	Jan	70	AN/MN
HHH9Jan80.0C/P	HHH	Jan	80	AP/MP	HWE9Jan80.0C/P	HWE	Jan	80	AP/MP
HHH9Jan90.0C/P	HHH	Jan	90	AR/MR	HWE9Jan90.0C/P	HWE	Jan	90	AR/MR
HHH9Feb35.0C/P	HHH	Feb	35	BG/NG	HWE9Feb35.0C/P	HWE	Feb	35	BG/NG
HHH9Feb40.0C/P	HHH	Feb	40	BH/NH	HWE9Feb40.0C/P	HWE	Feb	40	BH/NH
HHH9Feb45.0C/P	HHH	Feb	45	BI/NI	HWE9Feb45.0C/P	HWE	Feb	45	BI/NI
HHH9Feb50.0C/P	HHH	Feb	50	BJ/NJ	HWE9Feb50.0C/P	HWE	Feb	50	BJ/NJ
HHH9Feb55.0C/P	HHH	Feb	55	BK/NK	HWE9Feb55.0C/P	HWE	Feb	55	BK/NK
HHH9Feb60.0C/P	HHH	Feb	60	BL/NL	HWE9Feb60.0C/P	HWE	Feb	60	BL/NL
HHH9Feb65.0C/P	HHH	Feb	65	BM/NM	HWE9Feb65.0C/P	HWE	Feb	65	BM/NM
HHH9Feb70.0C/P	HHH	Feb	70	BN/NN	HWE9Feb70.0C/P	HWE	Feb	70	BN/NN
HHH9Feb75.0C/P	HHH	Feb	75	BO/NO	HWE9Feb75.0C/P	HWE	Feb	75	BO/NO

INTERNET HOLDRS Trust(HHH/WHB)  
 (Before 7/8/2008)  
 100 shrs HHH

INTERNET HOLDRS TRUST (HHH/YKE)  
 (Beginning 7/8/2008)  
 See New Deliverable Above

<u>PHLX Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>	<u>PHLX Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>
WHB0Jan40.0C/P	WHB	Jan	40	AH/MH	YKE0Jan40.0C/P	YKE	Jan	40	AH/MH
WHB0Jan50.0C/P	WHB	Jan	50	AJ/MJ	YKE0Jan50.0C/P	YKE	Jan	50	AJ/MJ
WHB0Jan60.0C/P	WHB	Jan	60	AL/ML	YKE0Jan60.0C/P	YKE	Jan	60	AL/ML
WHB0Jan70.0C/P	WHB	Jan	70	AN/MN	YKE0Jan70.0C/P	YKE	Jan	70	AN/MN
WHB0Jan80.0C/P	WHB	Jan	80	AP/MP	YKE0Jan80.0C/P	YKE	Jan	80	AP/MP

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