



SERIES ADJUSTMENT 1412-08

July 21, 2008

Ishares Russell Mdcpl Idx Val (IWS)

3 for 1 Stock Split

Ex-Distribution Date: 7/24/2008

In an effort to avoid rounding strike prices, The Securities Committee has decided to employ a new adjustment methodology. The contract adjustment described below utilizes the new method of contract adjustment wherein strike prices, number of contracts, and premium/strike multipliers are unchanged for certain kinds of stock splits and stock dividends. It is important that option investors be aware that it will be necessary to calculate the current market value of the adjusted option deliverable to correctly determine the option's in-the-money status.

Ishares Russell Mdcpl Idx Val (IWS) has declared a 3 for 1 stock split payable to shareholders of record on Monday, July 21, 2008. Distribution date for the stock split will be Wednesday, July 23, 2008. **Ex-distribution date for the stock split will be Thursday, July 24, 2008.**

Contract Adjustments:

Pursuant to the by-laws of The Options Clearing Corporation ("OCC"), all Ishares Russell Mdcpl Idx Val options will be adjusted as follows:

Adjustment Date:	Thursday, July 24, 2008
PHLX Underlying Symbol(s):	Unchanged - IWS
OPRA Option Symbol(s):	IWS becomes WLI
No. Of Contracts :	Unchanged
Strike Prices:	Unchanged
Multiplier:	100 (e.g. Premium of 1.00 = \$100)
New Deliverable/Contract:	1) 300 Shares of ISHARES RUSSELL MDCP IDX VAL (IWS)

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.

Position and Exercise Limits:

Position and exercise limits will change from 25,000,000 to 75,000,000 shares until the expiration date of Saturday, February 21, 2009.

Unadjusted New Shares:

New IWS series with a contract unit of 100 shares will be introduced on Friday, July 25, 2008. Strike prices and expiration months will be announced on a separate release.

Adjusted Exercise Prices:

Effective with the opening of business on Thursday, July 24, 2008, trading in IWS series will be on an adjusted basis. The strike price adjustments below are expected based on the current outstanding series.

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

ISHARES RUSSELL MDCP IDX VAL (IWS)
(Before 7/24/2008)
100 Shares

ISHARES RUSSELL MDCP IDX VAL (IWS/WLI)
(Beginning 7/24/2008)
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>
IWS8Aug70.0C/P	IWS	Aug	70	HN/TN	WLI8Aug70.0C/P	WLI	Aug	70	HN/TN
IWS8Aug75.0C/P	IWS	Aug	75	HO/TO	WLI8Aug75.0C/P	WLI	Aug	75	HO/TO
IWS8Aug80.0C/P	IWS	Aug	80	HP/TP	WLI8Aug80.0C/P	WLI	Aug	80	HP/TP
IWS8Aug85.0C/P	IWS	Aug	85	HQ/TQ	WLI8Aug85.0C/P	WLI	Aug	85	HQ/TQ
IWS8Aug90.0C/P	IWS	Aug	90	HR/TR	WLI8Aug90.0C/P	WLI	Aug	90	HR/TR
IWS8Aug95.0C/P	IWS	Aug	95	HS/TS	WLI8Aug95.0C/P	WLI	Aug	95	HS/TS
IWS8Aug100.0C/P	IWS	Aug	100	HT/TT	WLI8Aug100.0C/P	WLI	Aug	100	HT/TT
IWS8Aug105.0C/P	IWS	Aug	105	HA/TA	WLI8Aug105.0C/P	WLI	Aug	105	HA/TA
IWS8Aug110.0C/P	IWS	Aug	110	HB/TB	WLI8Aug110.0C/P	WLI	Aug	110	HB/TB
IWS8Aug115.0C/P	IWS	Aug	115	HC/TC	WLI8Aug115.0C/P	WLI	Aug	115	HC/TC
IWS8Aug120.0C/P	IWS	Aug	120	HD/TD	WLI8Aug120.0C/P	WLI	Aug	120	HD/TD
IWS8Aug125.0C/P	IWS	Aug	125	HE/TE	WLI8Aug125.0C/P	WLI	Aug	125	HE/TE
IWS8Aug130.0C/P	IWS	Aug	130	HF/TF	WLI8Aug130.0C/P	WLI	Aug	130	HF/TF
IWS8Aug135.0C/P	IWS	Aug	135	HG/TG	WLI8Aug135.0C/P	WLI	Aug	135	HG/TG
IWS8Aug140.0C/P	IWS	Aug	140	HH/TH	WLI8Aug140.0C/P	WLI	Aug	140	HH/TH
IWS8Aug145.0C/P	IWS	Aug	145	HI/TI	WLI8Aug145.0C/P	WLI	Aug	145	HI/TI
IWS8Sep115.0C/P	IWS	Sep	115	IC/UC	WLI8Sep115.0C/P	WLI	Sep	115	IC/UC
IWS8Sep120.0C/P	IWS	Sep	120	ID/UD	WLI8Sep120.0C/P	WLI	Sep	120	ID/UD
IWS8Sep125.0C/P	IWS	Sep	125	IE/UE	WLI8Sep125.0C/P	WLI	Sep	125	IE/UE
IWS8Sep130.0C/P	IWS	Sep	130	IF/UF	WLI8Sep130.0C/P	WLI	Sep	130	IF/UF
IWS8Nov120.0C/P	IWS	Nov	120	KD/WD	WLI8Nov120.0C/P	WLI	Nov	120	KD/WD
IWS8Nov125.0C/P	IWS	Nov	125	KE/WE	WLI8Nov125.0C/P	WLI	Nov	125	KE/WE
IWS8Nov130.0C/P	IWS	Nov	130	KF/WF	WLI8Nov130.0C/P	WLI	Nov	130	KF/WF
IWS8Nov135.0C/P	IWS	Nov	135	KG/WG	WLI8Nov135.0C/P	WLI	Nov	135	KG/WG
IWS8Nov140.0C/P	IWS	Nov	140	KH/WH	WLI8Nov140.0C/P	WLI	Nov	140	KH/WH
IWS8Nov145.0C/P	IWS	Nov	145	KI/WI	WLI8Nov145.0C/P	WLI	Nov	145	KI/WI
IWS9Feb120.0C/P	IWS	Feb	120	BD/ND	WLI9Feb120.0C/P	WLI	Feb	120	BD/ND
IWS9Feb125.0C/P	IWS	Feb	125	BE/NE	WLI9Feb125.0C/P	WLI	Feb	125	BE/NE
IWS9Feb130.0C/P	IWS	Feb	130	BF/NF	WLI9Feb130.0C/P	WLI	Feb	130	BF/NF
IWS9Feb135.0C/P	IWS	Feb	135	BG/NG	WLI9Feb135.0C/P	WLI	Feb	135	BG/NG
IWS9Feb140.0C/P	IWS	Feb	140	BH/NH	WLI9Feb140.0C/P	WLI	Feb	140	BH/NH

With this new method of adjustment, it is no longer possible to determine if an adjusted option is in- or out-of-the-money by simply comparing the stock price to the option strike price. When the new method is used, the stock price must always be adjusted by the appropriate factor(s) in order to correctly determine in-the-money amounts or premiums. Option investors must be aware of the number of shares (and possible cash amounts) in the deliverable and the fact that the multiplier used for premium and strike dollar extensions remains unchanged.

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