

**MEMORANDUM**

**To:** All Option Members, Member Organizations & ROTs  
**From:** Listings Administration  
**Date:** March 20, 2008  
**Subject:** QUARTERLY SHARES UPDATE FOR THE PHLX HOUSING SECTOR INDEX (HGX)

Below is an updated list of the outstanding/modified shares of components of this index. The revised divisor will be announced prior to the open of business, on the effective date, March 24, 2008.

| <u>COMPANY NAME</u>         | <u>STOCK SYMBOL</u> | <u>OUTSTANDING/MODIFIED SHARES</u> |
|-----------------------------|---------------------|------------------------------------|
| Beazer Homes USA, Inc.      | BZH                 | 86,440,275                         |
| Champion Enterprises, Inc.  | CHB                 | 388,165,221 **                     |
| Centex Corp.                | CTX                 | 86,303,863 **                      |
| DR Horton, Inc.             | DHI                 | 239,594,093 **                     |
| Hovnanian Enterprises, Inc. | HOV                 | 206,056,187 **                     |
| KB Home                     | KBH                 | 83,324,397 **                      |
| Lennar Corp.                | LEN                 | 130,886,307 **                     |
| Masco Corp.                 | MAS                 | 260,349,426 **                     |
| MDC Holdings, Inc.          | MDC                 | 86,611,030 **                      |
| Meritage Homes Corporation  | MTH                 | 18,660,459 **                      |
| Pulte Homes                 | PHM                 | 195,885,547 **                     |
| PMI Group, Inc.             | PMI                 | 109,863,858                        |
| Radian Group, Inc.          | RDN                 | 65,993,548                         |
| Ryland Group, Inc.          | RYL                 | 63,252,773 **                      |
| Standard Pacific Corp.      | SPF                 | 144,346,258                        |
| Temple Inland, Inc.         | TIN                 | 128,938,134 **                     |
| Toll Brothers, Inc.         | TOL                 | 230,635,958 **                     |
| Trane Inc.                  | TT                  | 148,864,991 **                     |
| Vulcan Materials Company    | VMC                 | 70,011,681 **                      |
| Weyerhaeuser Company        | WY                  | 171,824,999 **                     |

\*\*Indicates a change in outstanding/modified shares

The revised HGX divisor is: 440,223,048

Questions concerning this release should be directed to Listings Administration at (215) 496-5380.