

MEMORANDUM

To: All Option Members, Member Organizations and ROT  
 From: Listings Administration  
 Date: March 24, 2008  
 Re: **Altria Group Inc. (MO) - Stock Distributor**

Altria Group Inc. (MO) has declared a distribution of Common Stock of Philip Morris International Inc. (PM) to its shareholders of record, March 19, 2008. Distribution will be Friday, March 28, 2008. **Ex-distribution is March 31, 2008.** The distribution will be 1 share of Philip Morris International Inc. per share of Altria Group Inc.

Accordingly, pursuant to OCC By-Laws, all MO options on the ex-distribution date must be adjusted as follows:

Adjustment Date: **Effective Monday, March 31, 2008.**  
 Symbol(s): **MO/VPM/WRR becomes MZS/VRF/WPF**  
 Strike Price: Unchanged  
 Multiplier: 100 (e.g., Premium of 1.00 = \$100)  
 New Deliverable: **1) 100 Shares of Altria Group Inc. (MO)**  
**2) 100 Shares of Philip Morris International Inc. (PM)**

**FOR PREVIOUSLY ADJUSTED OUTSTANDING ZKM SERIES:**

**The deliverable for all adjusted options contracts will be further adjusted to require delivery of 100 Common Shares of Altria Group Inc. (MO) plus 69 Class A Common Shares of Kraft Foods Inc. (KFT). The option symbols, strike prices and multiplier will remain unchanged.**

**GOOD-TILL-CANCELLED (GTC) ORDERS**

Customers should be advised that all Good-till-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.

Altria Group Inc. (MO) (Before 3/31/2008) (100 shrs MO)					Altria Group Inc. (MZS) (Beginning 3/31/2008) (See new deliverable above)				
			Calls	Puts				Calls	Puts
MO	APR	50	DJ	PJ	MZS	APR	50	DJ	PJ
MO	APR	55	DK	PK	MZS	APR	55	DK	PK
MO	APR	60	DL	PL	MZS	APR	60	DL	PL
MO	APR	65	DM	PM	MZS	APR	65	DM	PM
MO	APR	70	DN	PN	MZS	APR	70	DN	PN
MO	APR	75	DO	PO	MZS	APR	75	DO	PO
MO	APR	80	DP	PP	MZS	APR	80	DP	PP
MO	APR	85	DQ	PQ	MZS	APR	85	DQ	PQ
MO	APR	90	DR	PR	MZS	APR	90	DR	PR
MO	APR	95	DS	PS	MZS	APR	95	DS	PS
MO	MAY	50	EJ	QJ	MZS	MAY	50	EJ	QJ
MO	MAY	55	EK	QK	MZS	MAY	55	EK	QK
MO	MAY	60	EL	QL	MZS	MAY	60	EL	QL
MO	MAY	65	EM	QM	MZS	MAY	65	EM	QM
MO	MAY	70	EN	QN	MZS	MAY	70	EN	QN
MO	MAY	75	EO	QO	MZS	MAY	75	EO	QO
MO	MAY	80	EP	QP	MZS	MAY	80	EP	QP
MO	MAY	85	EQ	QQ	MZS	MAY	85	EQ	QQ
MO	MAY	90	ER	QR	MZS	MAY	90	ER	QR

Altria Group Inc. (MO) (Before 3/31/2008) (100 shrs MO)					Altria Group Inc. (MZS) (Beginning 3/31/2008) (See new deliverable above)				
			Calls	Puts				Calls	Puts
MO	JUN	50	FJ	RJ	MZS	JUN	50	FJ	RJ
MO	JUN	55	FK	RK	MZS	JUN	55	FK	RK
MO	JUN	60	FL	RL	MZS	JUN	60	FL	RL
MO	JUN	65	FM	RM	MZS	JUN	65	FM	RM
MO	JUN	70	FN	RN	MZS	JUN	70	FN	RN
MO	JUN	75	FO	RO	MZS	JUN	75	FO	RO
MO	JUN	80	FP	RP	MZS	JUN	80	FP	RP
MO	JUN	85	FQ	RQ	MZS	JUN	85	FQ	RQ
MO	JUN	90	FR	RR	MZS	JUN	90	FR	RR
MO	SEP	60	IL	UL	MZS	SEP	60	IL	UL
MO	SEP	65	IM	UM	MZS	SEP	65	IM	UM
MO	SEP	70	IN	UN	MZS	SEP	70	IN	UN
MO	SEP	75	IO	UO	MZS	SEP	75	IO	UO
MO	SEP	80	IP	UP	MZS	SEP	80	IP	UP
MO	SEP	85	IQ	UQ	MZS	SEP	85	IQ	UQ
MO	SEP	90	IR	UR	MZS	SEP	90	IR	UR
MO	SEP	95	IS	US	MZS	SEP	95	IS	US
MO	SEP	100	IT	UT	MZS	SEP	100	IT	UT

Altria Group Inc. - 2009 Leap (VPM) (Before 3/31/2008) (100 shrs MO)					Altria Group Inc. - 2009 Leap (VRF) (Beginning 3/31/2008) (See new deliverable above)				
			Calls	Put				Calls	Put
VPM	JAN	45	AI	MI	VRF	JAN	45	AI	MI
VPM	JAN	50	AJ	MJ	VRF	JAN	50	AJ	MJ
VPM	JAN	55	AK	MK	VRF	JAN	55	AK	MK
VPM	JAN	60	AL	ML	VRF	JAN	60	AL	ML
VPM	JAN	65	AM	MM	VRF	JAN	65	AM	MM
VPM	JAN	70	AN	MN	VRF	JAN	70	AN	MN
VPM	JAN	75	AO	MO	VRF	JAN	75	AO	MO
VPM	JAN	80	AP	MP	VRF	JAN	80	AP	MP
VPM	JAN	85	AQ	MQ	VRF	JAN	85	AQ	MQ
VPM	JAN	90	AR	MR	VRF	JAN	90	AR	MR

Altria Group Inc. - 2010 Leap (WRR) (Before 3/31/2008) (100 shrs MO)					Altria Group Inc. - 2010 Leap (WPF) (Beginning 3/31/2008) (See new deliverable above)				
			Calls	Put				Calls	Put
WRR	JAN	50	AJ	MJ	WPF	JAN	50	AJ	MJ
WRR	JAN	55	AK	MK	WPF	JAN	55	AK	MK
WRR	JAN	60	AL	ML	WPF	JAN	60	AL	ML
WRR	JAN	65	AM	MM	WPF	JAN	65	AM	MM
WRR	JAN	70	AN	MN	WPF	JAN	70	AN	MN
WRR	JAN	75	AO	MO	WPF	JAN	75	AO	MO
WRR	JAN	80	AP	MP	WPF	JAN	80	AP	MP
WRR	JAN	85	AQ	MQ	WPF	JAN	85	AQ	MQ
WRR	JAN	90	AR	MR	WPF	JAN	90	AR	MR

**Any additional MO series that are added prior to the ex-date will also be adjusted in the manner described above.**

The new MO option contracts representing 100 shares of MO, will be admitted to trading on Tuesday, April 1, 2008. Strike prices and expiration months will be announced on a separate release prior to that date.

Questions regarding this release may be directed to Listings Administration at 1-800-THE-PHLX, choice #2, or (215) 496-5388.