



## SERIES ADJUSTMENT -0910-08

May 08, 2008

### MATRIA HEALTHCARE INC (MATR) - MERGER - EFFECTIVE

On Thursday, May 08, 2008, the shareholders of Matria Healthcare Inc (MATR) voted and approved the proposed merger with Inverness Med Innovations Inc (IMA). If the merger is approved and consummated, each MATR share will be converted into the right to receive \$6.50 cash and a portion of a share of Inverness convertible preferred stock having a stated value of \$32.50. OR at the discretion of Inverness (IMA), they may elect to pay the merger consideration as \$39.00 cash per MATR share. Cash will be paid in lieu of fractional preferred shares. The preferred stock will be listed on the AMEX under the symbol "IMA.PR.B". **The merger became effective on Thursday, May 8, 2008.**

#### Contract Adjustments:

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

<b>Adjustment Date:</b>	Effective with exercises of Friday, May 09, 2008 and thereafter.
<b>PHLX Underlying Symbol(s):</b>	MATR becomes IMA
<b>OPRA Option Symbol(s):</b>	PQT becomes PQH
<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) 8 Inverness Medical Innovations Inc, Series B Perpetual Convertible Perpetual Preferred Shares (IMA.PR.B)</b> <b>2) Cash in lieu of .125 fractional IMA.PR.B shares</b> <b>3) \$650.00 cash (\$6.50 x 100)</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.

#### Position and Exercise Limits:

Position and exercise limits will change from 32,500,000 to 25,000,000 contracts until the expiration date of Saturday, December 20, 2008.

#### Adjusted Exercise Prices:

Effective with the opening of business on Friday, May 09, 2008, trading in MATR series will be on an adjusted basis. The strike price adjustments below are expected based on the current outstanding series.

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

MATRIA HEALTHCARE INC(MATR/PQT)  
 (Before 5/9/2008)  
 100 shrs MATR

INVERNESS MED INNOVATIONS INC(IMA/PQH)  
 (Beginning 5/9/2008)  
 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>
PQT8May20.0C/P	PQT	May	20	ED/QD	PQH8May20.0C/P	PQH	May	20	ED/QD
PQT8May22.5C/P	PQT	May	22.5	EX/QX	PQH8May22.5C/P	PQH	May	22.5	EX/QX
PQT8May25.0C/P	PQT	May	25	EE/QE	PQH8May25.0C/P	PQH	May	25	EE/QE
PQT8May30.0C/P	PQT	May	30	EF/QF	PQH8May30.0C/P	PQH	May	30	EF/QF
PQT8Jun15.0C/P	PQT	Jun	15	FC/RC	PQH8Jun15.0C/P	PQH	Jun	15	FC/RC
PQT8Jun17.5C/P	PQT	Jun	17.5	FW/RW	PQH8Jun17.5C/P	PQH	Jun	17.5	FW/RW
PQT8Jun20.0C/P	PQT	Jun	20	FD/RD	PQH8Jun20.0C/P	PQH	Jun	20	FD/RD
PQT8Jun22.5C/P	PQT	Jun	22.5	FX/RX	PQH8Jun22.5C/P	PQH	Jun	22.5	FX/RX
PQT8Jun25.0C/P	PQT	Jun	25	FE/RE	PQH8Jun25.0C/P	PQH	Jun	25	FE/RE
PQT8Jun30.0C/P	PQT	Jun	30	FF/RF	PQH8Jun30.0C/P	PQH	Jun	30	FF/RF
PQT8Jun35.0C/P	PQT	Jun	35	FG/RG	PQH8Jun35.0C/P	PQH	Jun	35	FG/RG
PQT8Jun40.0C/P	PQT	Jun	40	FH/RH	PQH8Jun40.0C/P	PQH	Jun	40	FH/RH
PQT8Sep20.0C/P	PQT	Sep	20	ID/UD	PQH8Sep20.0C/P	PQH	Sep	20	ID/UD
PQT8Sep22.5C/P	PQT	Sep	22.5	IX/UX	PQH8Sep22.5C/P	PQH	Sep	22.5	IX/UX
PQT8Sep25.0C/P	PQT	Sep	25	IE/UE	PQH8Sep25.0C/P	PQH	Sep	25	IE/UE
PQT8Sep30.0C/P	PQT	Sep	30	IF/UF	PQH8Sep30.0C/P	PQH	Sep	30	IF/UF
PQT8Sep35.0C/P	PQT	Sep	35	IG/UG	PQH8Sep35.0C/P	PQH	Sep	35	IG/UG
PQT8Dec20.0C/P	PQT	Dec	20	LD/XD	PQH8Dec20.0C/P	PQH	Dec	20	LD/XD
PQT8Dec22.5C/P	PQT	Dec	22.5	LX/XX	PQH8Dec22.5C/P	PQH	Dec	22.5	LX/XX
PQT8Dec25.0C/P	PQT	Dec	25	LE/XE	PQH8Dec25.0C/P	PQH	Dec	25	LE/XE
PQT8Dec30.0C/P	PQT	Dec	30	LF/XF	PQH8Dec30.0C/P	PQH	Dec	30	LF/XF

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