



SERIES ADJUSTMENT - 1775-08

October 14, 2008

CHINA NETCOM GROUP CORP LTD (CN) - MERGER - EFFECTIVE

On Tuesday, September 16, 2008, the shareholders of China Netcom Group Corp Ltd (CN) approved the proposed merger with China Unicom Ltd (CHU). Pursuant to the merger terms, each CN share will be converted into the right to receive 3.016 CHU American Depositary Shares. Cash will be paid in lieu of fractional CHU ADS's. **The merger will become effective prior to the opening of business on Wednesday, October 15, 2008.**

***The foregoing is an unofficial summary of the terms of the Merger, prepared by the PHLX for the convenience of its members. PHLX accepts no responsibility for the accuracy or completeness of the summary. Members should refer to the proxy statement for the authoritative description of the Offer terms and conditions.*

Contract Adjustments:

Pursuant to the by-laws of The Options Clearing Corporation ("OCC"), all China Netcom Group Corp Ltd options will be adjusted as follows:

Adjustment Date:	Wednesday, October 15, 2008
PHLX Underlying Symbol(s):	CN becomes CHU
OPRA Option Symbol(s):	CN becomes CWA KFI becomes KUI
No. Of Contracts :	Unchanged
Strike Prices:	Unchanged
Multiplier:	100 (e.g. Premium of 1.00 = \$100)
New Deliverable/Contract:	1) 301 CHINA UNICOM LTD(CHU) ADS's 2) Cash in lieu of 0.600 fractional CHINA UNICOM LTD(CHU) ADS's

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 Service Desk/AUTOM personnel.

Position and Exercise Limits:

Position and exercise limits will change from 25,000,000 to 82,900,000 contracts until the expiration date of Saturday, January 16, 2010.

Adjusted Exercise Prices:

Effective with the opening of business on Wednesday, October 15, 2008, trading in CN series will be on an adjusted basis. The strike price adjustments below are expected based on the current outstanding series.

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

CHINA NETCOM GROUP CORP LTD(CN/CN)
(Before 10/15/2008)
100 shrs CN

CHINA UNICOM LTD(CHU/CWA)
(Beginning 10/15/2008)
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>
CN8Oct35.0C/P	CN	Oct	35	JG/VG	CWA8Oct35.0C/F	CWA	Oct	35	JG/VG
CN8Oct40.0C/P	CN	Oct	40	JH/VH	CWA8Oct40.0C/F	CWA	Oct	40	JH/VH
CN8Oct45.0C/P	CN	Oct	45	JI/VI	CWA8Oct45.0C/F	CWA	Oct	45	JI/VI
CN8Oct50.0C/P	CN	Oct	50	JJ/VJ	CWA8Oct50.0C/F	CWA	Oct	50	JJ/VJ
CN8Oct55.0C/P	CN	Oct	55	JK/VK	CWA8Oct55.0C/F	CWA	Oct	55	JK/VK
CN8Oct60.0C/P	CN	Oct	60	JL/VL	CWA8Oct60.0C/F	CWA	Oct	60	JL/VL
CN8Oct65.0C/P	CN	Oct	65	JM/VM	CWA8Oct65.0C/F	CWA	Oct	65	JM/VM
CN8Nov35.0C/P	CN	Nov	35	KG/WG	CWA8Nov35.0C/F	CWA	Nov	35	KG/WG
CN8Nov40.0C/P	CN	Nov	40	KH/WH	CWA8Nov40.0C/F	CWA	Nov	40	KH/WH
CN8Nov45.0C/P	CN	Nov	45	KI/WI	CWA8Nov45.0C/F	CWA	Nov	45	KI/WI
CN8Nov50.0C/P	CN	Nov	50	KJ/WJ	CWA8Nov50.0C/F	CWA	Nov	50	KJ/WJ
CN8Nov55.0C/P	CN	Nov	55	KK/WK	CWA8Nov55.0C/F	CWA	Nov	55	KK/WK
CN8Nov60.0C/P	CN	Nov	60	KL/WL	CWA8Nov60.0C/F	CWA	Nov	60	KL/WL
CN8Nov65.0C/P	CN	Nov	65	KM/WM	CWA8Nov65.0C/F	CWA	Nov	65	KM/WM
CN8Dec30.0C/P	CN	Dec	30	LF/XF	CWA8Dec30.0C/F	CWA	Dec	30	LF/XF
CN8Dec35.0C/P	CN	Dec	35	LG/XG	CWA8Dec35.0C/F	CWA	Dec	35	LG/XG
CN8Dec40.0C/P	CN	Dec	40	LH/XH	CWA8Dec40.0C/F	CWA	Dec	40	LH/XH
CN8Dec45.0C/P	CN	Dec	45	LI/XI	CWA8Dec45.0C/F	CWA	Dec	45	LI/XI
CN8Dec50.0C/P	CN	Dec	50	LJ/XJ	CWA8Dec50.0C/F	CWA	Dec	50	LJ/XJ
CN8Dec55.0C/P	CN	Dec	55	LK/XK	CWA8Dec55.0C/F	CWA	Dec	55	LK/XK
CN8Dec60.0C/P	CN	Dec	60	LL/XL	CWA8Dec60.0C/F	CWA	Dec	60	LL/XL
CN8Dec65.0C/P	CN	Dec	65	LM/XM	CWA8Dec65.0C/F	CWA	Dec	65	LM/XM
CN8Dec70.0C/P	CN	Dec	70	LN/XN	CWA8Dec70.0C/F	CWA	Dec	70	LN/XN
CN8Dec75.0C/P	CN	Dec	75	LO/XO	CWA8Dec75.0C/F	CWA	Dec	75	LO/XO
CN8Dec80.0C/P	CN	Dec	80	LP/XP	CWA8Dec80.0C/F	CWA	Dec	80	LP/XP
CN8Dec85.0C/P	CN	Dec	85	LQ/XQ	CWA8Dec85.0C/F	CWA	Dec	85	LQ/XQ
CN8Dec90.0C/P	CN	Dec	90	LR/XR	CWA8Dec90.0C/F	CWA	Dec	90	LR/XR
CN8Dec95.0C/P	CN	Dec	95	LS/XS	CWA8Dec95.0C/F	CWA	Dec	95	LS/XS
CN8Dec100.0C/P	CN	Dec	100	LT/XT	CWA8Dec100.0C/	CWA	Dec	100	LT/XT
CN9Jan30.0C/P	CN	Jan	30	AF/MF	CWA9Jan30.0C/P	CWA	Jan	30	AF/MF
CN9Jan35.0C/P	CN	Jan	35	AG/MG	CWA9Jan35.0C/P	CWA	Jan	35	AG/MG
CN9Jan40.0C/P	CN	Jan	40	AH/MH	CWA9Jan40.0C/P	CWA	Jan	40	AH/MH
CN9Jan45.0C/P	CN	Jan	45	AI/MI	CWA9Jan45.0C/P	CWA	Jan	45	AI/MI
CN9Jan50.0C/P	CN	Jan	50	AJ/MJ	CWA9Jan50.0C/P	CWA	Jan	50	AJ/MJ
CN9Jan55.0C/P	CN	Jan	55	AK/MK	CWA9Jan55.0C/P	CWA	Jan	55	AK/MK
CN9Jan60.0C/P	CN	Jan	60	AL/ML	CWA9Jan60.0C/P	CWA	Jan	60	AL/ML
CN9Jan65.0C/P	CN	Jan	65	AM/MM	CWA9Jan65.0C/P	CWA	Jan	65	AM/MM
CN9Jan70.0C/P	CN	Jan	70	AN/MN	CWA9Jan70.0C/P	CWA	Jan	70	AN/MN
CN9Jan75.0C/P	CN	Jan	75	AO/MO	CWA9Jan75.0C/P	CWA	Jan	75	AO/MO
CN9Jan80.0C/P	CN	Jan	80	AP/MP	CWA9Jan80.0C/P	CWA	Jan	80	AP/MP
CN9Jan85.0C/P	CN	Jan	85	AQ/MQ	CWA9Jan85.0C/P	CWA	Jan	85	AQ/MQ
CN9Jan90.0C/P	CN	Jan	90	AR/MR	CWA9Jan90.0C/P	CWA	Jan	90	AR/MR
CN9Jan95.0C/P	CN	Jan	95	AS/MS	CWA9Jan95.0C/P	CWA	Jan	95	AS/MS
CN9Jan100.0C/P	CN	Jan	100	AT/MT	CWA9Jan100.0C/	CWA	Jan	100	AT/MT
CN9Jan105.0C/P	CN	Jan	105	AA/MA	CWA9Jan105.0C/	CWA	Jan	105	AA/MA
CN9Jan110.0C/P	CN	Jan	110	AB/MB	CWA9Jan110.0C/	CWA	Jan	110	AB/MB

CN9Mar30.0C/P	CN	Mar	30	CF/OF	CWA9Mar30.0C/F	CWA	Mar	30	CF/OF
CN9Mar35.0C/P	CN	Mar	35	CG/OG	CWA9Mar35.0C/F	CWA	Mar	35	CG/OG
CN9Mar40.0C/P	CN	Mar	40	CH/OH	CWA9Mar40.0C/F	CWA	Mar	40	CH/OH
CN9Mar45.0C/P	CN	Mar	45	CI/OI	CWA9Mar45.0C/F	CWA	Mar	45	CI/OI
CN9Mar50.0C/P	CN	Mar	50	CJ/OJ	CWA9Mar50.0C/F	CWA	Mar	50	CJ/OJ
CN9Mar55.0C/P	CN	Mar	55	CK/OK	CWA9Mar55.0C/F	CWA	Mar	55	CK/OK
CN9Mar60.0C/P	CN	Mar	60	CL/OL	CWA9Mar60.0C/F	CWA	Mar	60	CL/OL
CN9Mar65.0C/P	CN	Mar	65	CM/OM	CWA9Mar65.0C/F	CWA	Mar	65	CM/OM
CN9Mar70.0C/P	CN	Mar	70	CN/ON	CWA9Mar70.0C/F	CWA	Mar	70	CN/ON
CN9Mar75.0C/P	CN	Mar	75	CO/OO	CWA9Mar75.0C/F	CWA	Mar	75	CO/OO
CN9Mar80.0C/P	CN	Mar	80	CP/OP	CWA9Mar80.0C/F	CWA	Mar	80	CP/OP
CN9Mar85.0C/P	CN	Mar	85	CQ/OQ	CWA9Mar85.0C/F	CWA	Mar	85	CQ/OQ
CN9Mar90.0C/P	CN	Mar	90	CR/OR	CWA9Mar90.0C/F	CWA	Mar	90	CR/OR

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KFIOJan25.0C/P	KFI	Jan	25	AE/ME	KUI0Jan25.0C/P	KUI	Jan	25	AE/ME
KFIOJan30.0C/P	KFI	Jan	30	AX/MX	KUI0Jan30.0C/P	KUI	Jan	30	AX/MX
KFIOJan35.0C/P	KFI	Jan	35	AG/MG	KUI0Jan35.0C/P	KUI	Jan	35	AG/MG
KFIOJan40.0C/P	KFI	Jan	40	AH/MH	KUI0Jan40.0C/P	KUI	Jan	40	AH/MH
KFIOJan45.0C/P	KFI	Jan	45	AI/MI	KUI0Jan45.0C/P	KUI	Jan	45	AI/MI
KFIOJan50.0C/P	KFI	Jan	50	AJ/MJ	KUI0Jan50.0C/P	KUI	Jan	50	AJ/MJ
KFIOJan55.0C/P	KFI	Jan	55	AK/MK	KUI0Jan55.0C/P	KUI	Jan	55	AK/MK
KFIOJan60.0C/P	KFI	Jan	60	AL/ML	KUI0Jan60.0C/P	KUI	Jan	60	AL/ML
KFIOJan65.0C/P	KFI	Jan	65	AM/MM	KUI0Jan65.0C/P	KUI	Jan	65	AM/MM
KFIOJan70.0C/P	KFI	Jan	70	AN/MN	KUI0Jan70.0C/P	KUI	Jan	70	AN/MN
KFIOJan75.0C/P	KFI	Jan	75	AO/MO	KUI0Jan75.0C/P	KUI	Jan	75	AO/MO
KFIOJan80.0C/P	KFI	Jan	80	AP/MP	KUI0Jan80.0C/P	KUI	Jan	80	AP/MP
KFIOJan85.0C/P	KFI	Jan	85	AQ/MQ	KUI0Jan85.0C/P	KUI	Jan	85	AQ/MQ
KFIOJan90.0C/P	KFI	Jan	90	AR/MR	KUI0Jan90.0C/P	KUI	Jan	90	AR/MR
KFIOJan95.0C/P	KFI	Jan	95	AS/MS	KUI0Jan95.0C/P	KUI	Jan	95	AS/MS
KFIOJan100.0C/P	KFI	Jan	100	AT/MT	KUI0Jan100.0C/F	KUI	Jan	100	AT/MT
KFIOJan105.0C/P	KFI	Jan	105	AA/MA	KUI0Jan105.0C/F	KUI	Jan	105	AA/MA
KFIOJan110.0C/P	KFI	Jan	110	AB/MB	KUI0Jan110.0C/F	KUI	Jan	110	AB/MB
KFIOJan115.0C/P	KFI	Jan	115	AC/MC	KUI0Jan115.0C/F	KUI	Jan	115	AC/MC
KFIOJan120.0C/P	KFI	Jan	120	AD/MD	KUI0Jan120.0C/F	KUI	Jan	120	AD/MD
KFIOJan125.0C/P	KFI	Jan	125	AV/MV	KUI0Jan125.0C/F	KUI	Jan	125	AV/MV
KFIOJan130.0C/P	KFI	Jan	130	AF/MF	KUI0Jan130.0C/F	KUI	Jan	130	AF/MF
KFIOJan135.0C/P	KFI	Jan	135	AW/MW	KUI0Jan135.0C/F	KUI	Jan	135	AW/MW
KFIOJan140.0C/P	KFI	Jan	140	AU/MU	KUI0Jan140.0C/F	KUI	Jan	140	AU/MU

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