



SERIES ADJUSTMENT - 1642-08

September 17, 2008

Discovery Holding Co. Class A (DISCA) - Distribution - EFFECTIVE Spin Off/Merger

Ex-Distribution Date: 9/18/2008

On Tuesday, September 16, 2008, Discovery Holding Company (DISCA) shareholders approved a proposed merger with Discovery Communications Inc. (DCI). In addition, Discovery Holding Company will spin-off Ascent Medical Corporation Series A Common Stock (ASCMA) to its DISCA shareholders. Pursuant to the terms of the spin-off and subsequent merger, each DISCA share will be converted into the right to receive 0.50 (New) Discovery Communications Inc. (DISAD) Series A Common Shares plus 0.50 (New) Discovery Communications Inc. (DISCK) Series C Common Shares plus 0.05 Ascent Media Corporation (ASCMV) Series A Common Shares. **The spinoff/merger became effective on Wednesday, September 17, 2008.**

NOTE: Ascent Media Corporation Series A Common Stock will trade on a "when-issued" basis on NASDAQ Global Market until September 29, 2008; where the symbol will change to ASCMA.

Contract Adjustments:

Pursuant to the by-laws of The Options Clearing Corporation ("OCC"), all Discovery Holding Co. Class A options will be adjusted as follows:

| | |
|-----------------------------------|---|
| Adjustment Date: | Thursday, September 18, 2008 |
| PHLX Underlying Symbol(s): | DISCA becomes DISAD |
| OPRA Option Symbol(s): | UIO becomes UJE |
| No. Of Contracts : | Unchanged |
| Strike Prices: | Unchanged |
| Multiplier: | 100 (e.g. Premium of 1.00 = \$100) |
| New Deliverable/Contract: | 1) 50 "NEW" Discovery Communications Inc. Series A Common Shares (DISAD) 2) 50 "NEW" Discovery Communications Inc. Series C Common Shares (DISCK) 3) 5 Ascent Media Corporation Series A Common Shares (ASCMV) |

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.

DISCOVERY HOLDING CO. CLASS A(DISCA/UIO)
(Before 9/18/2008)
100 shrs DISCA

DISCOVERY COMMUNICATIONS, INC. CLASS A (DISAD/UJE)
(Beginning 9/18/2008)
See New Deliverable Above

| <u>PHLX Series</u> | <u>OPRA</u> | <u>Month</u> | <u>Strike</u> | <u>Call/Put</u> | <u>PHLX Series</u> | <u>OPRA</u> | <u>Month</u> | <u>Strike</u> | <u>Call/Put</u> |
|--------------------|-------------|--------------|---------------|-----------------|--------------------|-------------|--------------|---------------|-----------------|
| UIO8Sep15.0C/P | UIO | Sep | 15 | IC/UC | UJE8Sep15.0C/P | UJE | Sep | 15 | IC/UC |
| UIO8Sep17.5C/P | UIO | Sep | 17.5 | IW/UW | UJE8Sep17.5C/P | UJE | Sep | 17.5 | IW/UW |
| UIO8Sep20.0C/P | UIO | Sep | 20 | ID/UD | UJE8Sep20.0C/P | UJE | Sep | 20 | ID/UD |
| UIO8Sep22.5C/P | UIO | Sep | 22.5 | IX/UX | UJE8Sep22.5C/P | UJE | Sep | 22.5 | IX/UX |
| UIO8Sep25.0C/P | UIO | Sep | 25 | IE/UE | UJE8Sep25.0C/P | UJE | Sep | 25 | IE/UE |
| UIO8Sep30.0C/P | UIO | Sep | 30 | IF/UF | UJE8Sep30.0C/P | UJE | Sep | 30 | IF/UF |
| UIO8Oct15.0C/P | UIO | Oct | 15 | JC/VC | UJE8Oct15.0C/P | UJE | Oct | 15 | JC/VC |
| UIO8Oct17.5C/P | UIO | Oct | 17.5 | JW/VW | UJE8Oct17.5C/P | UJE | Oct | 17.5 | JW/VW |
| UIO8Oct20.0C/P | UIO | Oct | 20 | JD/VD | UJE8Oct20.0C/P | UJE | Oct | 20 | JD/VD |
| UIO8Oct22.5C/P | UIO | Oct | 22.5 | JX/VX | UJE8Oct22.5C/P | UJE | Oct | 22.5 | JX/VX |
| UIO8Oct25.0C/P | UIO | Oct | 25 | JE/VE | UJE8Oct25.0C/P | UJE | Oct | 25 | JE/VE |
| UIO8Oct30.0C/P | UIO | Oct | 30 | JF/VF | UJE8Oct30.0C/P | UJE | Oct | 30 | JF/VF |
| UIO8Oct35.0C/P | UIO | Oct | 35 | JG/VG | UJE8Oct35.0C/P | UJE | Oct | 35 | JG/VG |
| UIO9Jan12.5C/P | UIO | Jan | 12.5 | AV/MV | UJE9Jan12.5C/P | UJE | Jan | 12.5 | AV/MV |
| UIO9Jan15.0C/P | UIO | Jan | 15 | AC/MC | UJE9Jan15.0C/P | UJE | Jan | 15 | AC/MC |
| UIO9Jan17.5C/P | UIO | Jan | 17.5 | AW/MW | UJE9Jan17.5C/P | UJE | Jan | 17.5 | AW/MW |
| UIO9Jan20.0C/P | UIO | Jan | 20 | AD/MD | UJE9Jan20.0C/P | UJE | Jan | 20 | AD/MD |
| UIO9Jan22.5C/P | UIO | Jan | 22.5 | AX/MX | UJE9Jan22.5C/P | UJE | Jan | 22.5 | AX/MX |
| UIO9Jan25.0C/P | UIO | Jan | 25 | AE/ME | UJE9Jan25.0C/P | UJE | Jan | 25 | AE/ME |
| UIO9Jan30.0C/P | UIO | Jan | 30 | AF/MF | UJE9Jan30.0C/P | UJE | Jan | 30 | AF/MF |
| UIO9Jan35.0C/P | UIO | Jan | 35 | AG/MG | UJE9Jan35.0C/P | UJE | Jan | 35 | AG/MG |
| UIO9Apr15.0C/P | UIO | Apr | 15 | DC/PC | UJE9Apr15.0C/P | UJE | Apr | 15 | DC/PC |
| UIO9Apr17.5C/P | UIO | Apr | 17.5 | DW/PW | UJE9Apr17.5C/P | UJE | Apr | 17.5 | DW/PW |
| UIO9Apr20.0C/P | UIO | Apr | 20 | DD/PD | UJE9Apr20.0C/P | UJE | Apr | 20 | DD/PD |
| UIO9Apr22.5C/P | UIO | Apr | 22.5 | DX/PX | UJE9Apr22.5C/P | UJE | Apr | 22.5 | DX/PX |
| UIO9Apr25.0C/P | UIO | Apr | 25 | DE/PE | UJE9Apr25.0C/P | UJE | Apr | 25 | DE/PE |

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