

MEMORANDUM

TO: All Option Members, Member Organizations & ROTs
FROM: Market Watch
DATE: April 16, 2007
RE: **Equal-Dollar Weighted Sectors Quarterly Rebalancing**

Please note that The Philadelphia Stock Exchange, Inc. (PHLX) will rebalance the equal-dollar weighted sectors effective at the open of business on Monday, April 23, 2007.

Equal-dollar weighted sectors include:

Index

Symbol

PHLX Defense SectorSM	DFXSM
theStreet.com Internet Sector	DOTSM
SIG Oil Exploration & Production IndexTM	EPXSM
Hapoalim American Israeli IndexTM	HAISM
SIG Coal Producers IndexTM	SCPSM
SIG Steel Producers IndexTM	STQSM

NOTE: The revised sector shares for theStreet.com Internet Sector (DOTSM) will be released following the close of business on Tuesday, April 17, 2007. The revised sector shares for all other indexes will be based upon the closing prices of Friday, April 20, 2007.

The revised divisor and sector shares for each index will be announced on separate releases following the close of business on Friday, April 20, 2007.

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