

MEMORANDUM

To: All Option Members, Member Organizations and ROTs

From: Market Watch

Date: August 3, 2007

**Re: AU Optronics Corporation (AUO) - 1.99086384% Stock Dividend**

AU Optronics Corporation (AUO) has declared a 1.99086384% stock dividend payable to ADS holders of record on Tuesday, August 14, 2007. Distribution date for the stock dividend will be on a date to be announced. **Ex-distribution date for the stock dividend will be Friday, August 10, 2007.** Cash will be paid in lieu of fractional AUO ADS's.

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

**EFFECTIVE DATE:** Friday, August 10, 2007  
**SYMBOLS:** AUO becomes FNG  
**STRIKE PRICES:** No Change  
**POS/EXERCISE LIMIT:** No Change  
**MULTIPLIER:** 100\*(eg., Premium of 1.00 = \$100)  
**NUMBER OF CONTRACTS:** No Change  
**NEW DELIVERABLE:** 1) 101 AU Optronics Corporation (AUO) ADS's  
 2) Cash in lieu of 0.99086384 fractional AUO ADS's

The resulting list of adjusted strike prices and symbols is as shown on the following pages:

AU Optronics Corporation (AUO) (Before 8/10/2007) (100 shrs AUO)					AU Optronics Corporation (FNG) (Beginning 8/10/2007) (See new deliverable above)				
			Calls	Puts				Calls	Puts
AUO	AUG	12 1/2	HV	TV	FNG	AUG	12 1/2	HV	TV
AUO	AUG	15	HC	TC	FNG	AUG	15	HC	TC
AUO	AUG	17 1/2	HW	TW	FNG	AUG	17 1/2	HW	TW
AUO	AUG	20	HD	TD	FNG	AUG	20	HD	TD
AUO	AUG	22 1/2	HX	TX	FNG	AUG	22 1/2	HX	TX
AUO	SEP	12 1/2	IV	UV	FNG	SEP	12 1/2	IV	UV
AUO	SEP	15	IC	UC	FNG	SEP	15	IC	UC
AUO	SEP	17 1/2	IW	UW	FNG	SEP	17 1/2	IW	UW
AUO	SEP	20	ID	UD	FNG	SEP	20	ID	UD
AUO	SEP	22 1/2	IX	UX	FNG	SEP	22 1/2	IX	UX
AUO	OCT	10	JB	VB	FNG	OCT	10	JB	VB
AUO	OCT	12 1/2	JV	VV	FNG	OCT	12 1/2	JV	VV
AUO	OCT	15	JC	VC	FNG	OCT	15	JC	VC
AUO	OCT	17 1/2	JW	VW	FNG	OCT	17 1/2	JW	VW
AUO	OCT	20	JD	VD	FNG	OCT	20	JD	VD
AUO	OCT	22 1/2	JX	VX	FNG	OCT	22 1/2	JX	VX
AUO	JAN	10	AB	MB	FNG	JAN	10	AB	MB
AUO	JAN	12 1/2	AV	MV	FNG	JAN	12 1/2	AV	MV
AUO	JAN	15	AC	MC	FNG	JAN	15	AC	MC
AUO	JAN	17 1/2	AW	MW	FNG	JAN	17 1/2	AW	MW
AUO	JAN	20	AD	MD	FNG	JAN	20	AD	MD
AUO	JAN	22 1/2	AX	MX	FNG	JAN	22 1/2	AX	MX

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

The new AUO option contracts representing 100 shares of AUO, will be admitted to trading on Monday, August 13, 2007. Strike prices and expiration months will be announced on a separate release prior to that date.

Customers should be advised that Good-til-Cancelled (GTC) orders not on AUTOM must be cancelled and re-entered prior to the ex-distribution date. GTC AUTOM orders will be deleted by PHLX Service Desk/AUTOM personnel.

Questions regarding this release may be directed to Market Watch at 1-800-THE-PHLX, choice #2, or (215) 496-1508.