

MEMORANDUM

To: All Option Members, Member Organizations and ROTs

From: Market Watch

Date: August 14, 2007

Re: F5 Networks, Inc. (FLK/FFIV) - 2 for 1 Stock Split

F5 Networks, Inc. (FLK/FFIV) has declared a 2 for 1 stock split payable to share holders of record on Friday, August 10, 2007. Distribution date for the stock split will be Monday, August 20, 2007. **Ex-distribution date for the stock split will be Tuesday, August 21, 2007.**

The Options Clearing Corporation (OCC), pursuant to OCC By-Laws, intends to issue on the distribution date (1) additional FLK option contract for each option contract held. Further, on the ex-distribution date each FLK series will have an adjusted exercise (strike) price equal to 1/2 of the exercise (strike) price for each FLK series existing on the business day preceding the ex-distribution date. For example, beginning on Tuesday, August 21, 2007 an account holding (2) FLK SEP 40 calls (FLK IH) will hold (4) FLK SEP 20 calls (FLK ID). Customers should be advised that (1) contract in the adjusted FLK series will still represent 100 shares of FFIV common shares.

POSITION/EXERCISE LIMITS:

Position and exercise limits will change from 250,000 to 500,000 contracts until the expiration date of January 16, 2010.

GOOD-TILL-CANCELLED (GTC) ORDERS:

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.

The resulting list of adjusted strike prices and symbols is as follows:

F5 Networks, Inc. (FFIV/FLK) (Before 8/21/2007) (1 Contract)					F5 Networks, Inc. (FFIV/FLK) (Beginning 8/21/2007) (2 Contracts)				
			Calls	Puts				Calls	Puts
FLK	SEP	40	IH	UH	FLK	SEP	20	ID	UD
FLK	SEP	45	II	UI	FLK	SEP	22 1/2	IX	UX
FLK	SEP	50	IJ	UJ	FLK	SEP	25	IE	UE
FLK	SEP	55	IK	UK	FLK	SEP	27 1/2	IY	UY
FLK	SEP	60	IL	UL	FLK	SEP	30	IF	UF
FLK	SEP	65	IM	UM	FLK	SEP	32 1/2	IZ	UZ
FLK	SEP	70	IN	UN	FLK	SEP	35	IG	UG
FLK	SEP	75	IO	UO	FLK	SEP	37 1/2	IU	UU
FLK	SEP	80	IP	UP	FLK	SEP	40	IH	UH
FLK	SEP	85	IQ	UQ	FLK	SEP	42 1/2	IV	UV
FLK	SEP	90	IR	UR	FLK	SEP	45	II	UI
FLK	SEP	95	IS	US	FLK	SEP	47 1/2	IW	UW
FLK	SEP	100	IT	UT	FLK	SEP	50	IJ	UJ
FLK	SEP	105	IA	UA	FLK	SEP	52 1/2	IS	US
FLK	SEP	110	IB	UB	FLK	SEP	55	IK	UK

F5 Networks, Inc. (FFIV/FLK)
 (Before 8/21/2007)
 (1 Contract)

			Calls	Puts
FLK	OCT	40	JH	VH
FLK	OCT	45	JI	VI
FLK	OCT	50	JJ	VJ
FLK	OCT	55	JK	VK
FLK	OCT	60	JL	VL
FLK	OCT	65	JM	VM
FLK	OCT	70	JN	VN
FLK	OCT	75	JO	VO
FLK	OCT	80	JP	VP
FLK	OCT	85	JQ	VQ
FLK	OCT	90	JR	VR
FLK	OCT	95	JS	VS
FLK	OCT	100	JT	VT
FLK	OCT	105	JA	VA
FLK	OCT	110	JB	VB
FLK	OCT	115	JC	VC
FLK	OCT	120	JD	VD
FLK	JAN	30	AF	MF
FLK	JAN	40	AH	MH
FLK	JAN	45	AI	MI
FLK	JAN	50	AJ	MJ
FLK	JAN	55	AK	MK
FLK	JAN	60	AL	ML
FLK	JAN	65	AM	MM
FLK	JAN	70	AN	MN
FLK	JAN	75	AO	MO
FLK	JAN	80	AP	MP
FLK	JAN	85	AQ	MQ
FLK	JAN	90	AR	MR
FLK	JAN	95	AS	MS
FLK	JAN	100	AT	MT
FLK	JAN	110	AB	MB
FLK	JAN	120	AD	MD

F5 Networks, Inc. (FFIV/FLK)
 (Beginning 8/21/2007)
 (2 Contracts)

			Calls	Puts
FLK	OCT	20	JD	VD
FLK	OCT	22 1/2	JX	VX
FLK	OCT	25	JE	VE
FLK	OCT	27 1/2	JY	VY
FLK	OCT	30	JF	VF
FLK	OCT	32 1/2	JZ	VZ
FLK	OCT	35	JG	VG
FLK	OCT	37 1/2	JU	VU
FLK	OCT	40	JH	VH
FLK	OCT	42 1/2	JV	VV
FLK	OCT	45	JI	VI
FLK	OCT	47 1/2	JW	VW
FLK	OCT	50	JJ	VJ
FLK	OCT	52 1/2	JS	VS
FLK	OCT	55	JK	VK
FLK	OCT	57 1/2	JT	VT
FLK	OCT	60	JL	VL
FLK	JAN	15	AC	MC
FLK	JAN	20	AD	MD
FLK	JAN	22 1/2	AX	MX
FLK	JAN	25	AE	ME
FLK	JAN	27 1/2	AY	MY
FLK	JAN	30	AF	MF
FLK	JAN	32 1/2	AZ	MZ
FLK	JAN	35	AG	MG
FLK	JAN	37 1/2	AU	MU
FLK	JAN	40	AH	MH
FLK	JAN	42 1/2	AV	MV
FLK	JAN	45	AI	MI
FLK	JAN	47 1/2	AW	MW
FLK	JAN	50	AJ	MJ
FLK	JAN	55	AK	MK
FLK	JAN	60	AL	ML

F5 Networks, Inc. - 2009 Leap (FFIV/ZGS)
 (Before 8/21/2007)
 (1 Contract)

			Calls	Put
ZGS	JAN	30	AF	MF
ZGS	JAN	40	AH	MH
ZGS	JAN	50	AJ	MJ
ZGS	JAN	60	AL	ML
ZGS	JAN	70	AN	MN
ZGS	JAN	80	AP	MP
ZGS	JAN	90	AR	MR
ZGS	JAN	100	AT	MT
ZGS	JAN	110	AB	MB
ZGS	JAN	120	AD	MD
ZGS	JAN	130	AZ	MZ

F5 Networks, Inc. - 2009 Leap (FFIV/ZGS)
 (Beginning 8/21/2007)
 (2 Contracts)

			Calls	Put
ZGS	JAN	15	AC	MC
ZGS	JAN	20	AD	MD
ZGS	JAN	25	AE	ME
ZGS	JAN	30	AF	MF
ZGS	JAN	35	AG	MG
ZGS	JAN	40	AH	MH
ZGS	JAN	45	AI	MI
ZGS	JAN	50	AJ	MJ
ZGS	JAN	55	AK	MK
ZGS	JAN	60	AL	ML
ZGS	JAN	65	AM	MM

F5 Networks, Inc. - 2010 Leap (FFIV/WJZ)
 (Before 8/21/2007)
 (1 Contract)

			Calls	Put
WJZ	JAN	60	AL	ML
WJZ	JAN	70	AN	MN
WJZ	JAN	80	AP	MP
WJZ	JAN	90	AR	MR
WJZ	JAN	100	AT	MT
WJZ	JAN	110	AB	MB
WJZ	JAN	120	AD	MD
WJZ	JAN	130	AZ	MZ
WJZ	JAN	140	AH	MH

F5 Networks, Inc. - 2010 Leap (FFIV/WJZ)
 (Beginning 8/21/2007)
 (2 Contracts)

			Calls	Put
WJZ	JAN	30	AF	MF
WJZ	JAN	35	AG	MG
WJZ	JAN	40	AH	MH
WJZ	JAN	45	AI	MI
WJZ	JAN	50	AJ	MJ
WJZ	JAN	55	AK	MK
WJZ	JAN	60	AL	ML
WJZ	JAN	65	AM	MM
WJZ	JAN	70	AN	MN

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

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