

MEMORANDUM

To: All Option Members, Member Organizations and ROTs

From: Market Watch

Date: August 23, 2007

Re: Stratays, Inc. (QQG/SSYS) - 2 for 1 Stock Split

Stratays, Inc. (QQG/SSYS) has declared a 2 for 1 stock split payable to share holders of record on Wednesday, August 15, 2007. Distribution date for the stock split will be Wednesday, August 29, 2007. **Ex-distribution date for the stock split will be Thursday, August 30, 2007.**

The Options Clearing Corporation (OCC), pursuant to OCC By-Laws, intends to issue on the distribution date (1) additional QQG option contract for each option contract held. Further, on the ex-distribution date each QQG series will have an adjusted exercise (strike) price equal to 1/2 of the exercise (strike) price for each QQG series existing on the business day preceding the ex-distribution date. For example, beginning on Thursday, August 30, 2007 an account holding (2) QQG SEP 30 calls (QQG IF) will hold (4) QQG SEP 15 calls (QQG IC). Customers should be advised that (1) contract in the adjusted QQG series will still represent 100 shares of SSYS common shares.

POSITION/EXERCISE LIMITS:

Position and exercise limits will change from 25,000 to 50,000 contracts until the expiration date of March 22, 2008

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:

Stratays, Inc. (SSYS/QQG) (Before 8/30/2007) (1 Contract)					Stratays, Inc. (SSYS/QQG) (Beginning 8/30/2007) (2 Contracts)				
			Calls	Puts			Calls	Puts	
QQG	SEP	30	IF	UF	QQG	SEP	15	IC	UC
QQG	SEP	35	IG	UG	QQG	SEP	17 1/2	IW	UW
QQG	SEP	40	IH	UH	QQG	SEP	20	ID	UD
QQG	SEP	45	II	UI	QQG	SEP	22 1/2	IX	UX
QQG	SEP	50	IJ	UJ	QQG	SEP	25	IE	UE
QQG	SEP	55	IK	UK	QQG	SEP	27 1/2	IY	UY
QQG	SEP	60	IL	UL	QQG	SEP	30	IF	UF
QQG	OCT	40	JH	VH	QQG	OCT	20	JD	VD
QQG	OCT	45	JI	VI	QQG	OCT	22 1/2	JX	VX
QQG	OCT	50	JJ	VJ	QQG	OCT	25	JE	VE
QQG	OCT	55	JK	VK	QQG	OCT	27 1/2	JY	VY
QQG	DEC	35	LG	XG	QQG	DEC	17 1/2	LW	XW
QQG	DEC	40	LH	XH	QQG	DEC	20	LD	XD
QQG	DEC	45	LI	XI	QQG	DEC	22 1/2	LX	XX
QQG	DEC	50	LJ	XJ	QQG	DEC	25	LE	XE
QQG	DEC	55	LK	XK	QQG	DEC	27 1/2	LY	XY
QQG	DEC	60	LL	XL	QQG	DEC	30	LF	XF
QQG	DEC	65	LM	XM	QQG	DEC	32 1/2	LZ	XZ

Stratasys, Inc. (SSYS/QQG)					Stratasys, Inc. (SSYS/QQG)				
(Before 8/30/2007)					(Beginning 8/30/2007)				
(1 Contract)					(2 Contracts)				
			Calls	Puts				Calls	Puts
QQG	MAR	35	CG	OG	QQG	MAR	17 1/2	CW	OW
QQG	MAR	40	CH	OH	QQG	MAR	20	CD	OD
QQG	MAR	45	CI	OI	QQG	MAR	22 1/2	CX	OX
QQG	MAR	50	CJ	OJ	QQG	MAR	25	CE	OE
QQG	MAR	55	CK	OK	QQG	MAR	27 1/2	CY	OY

Any additional QQG 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.