

MEMORANDUM

To: All Option Members, Member Organizations and ROTs

From: Market Watch

Date: December 10, 2007

Re: Denbury Resources, Inc. (DNR) - 2 for 1 Stock Split

Denbury Resources, Inc. (DNR) has declared a 2 for 1 stock split payable to share holders of record on Wednesday, December 5, 2007. Distribution date for the stock split will be Friday, December 14, 2007. **Ex-distribution date for the stock split will be Monday, December 17, 2007.**

The Options Clearing Corporation (OCC), pursuant to OCC By-Laws, intends to issue on the distribution date (1) additional DNR option contract for each option contract held. Further, on the ex-distribution date each DNR series will have an adjusted exercise (strike) price equal to 1/2 of the exercise (strike) price for each DNR series existing on the business day preceding the ex-distribution date. For example, beginning on Monday, December 17, 2007 an account holding (2) DNR DEC 25 calls (DNR LE) will hold (4) DNR DEC 12 1/2 calls (DNR LT). Customers should be advised that (1) contract in the adjusted DNR series will still represent 100 shares of DNR common shares.

POSITION/EXERCISE LIMITS:

Position and exercise limits will change from 250,000 to 500,000 contracts until the expiration date of June 21, 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:

Denbury Resources, Inc. (DNR) (Before 12/17/2007) (1 Contract)					Denbury Resources, Inc. (DNR) (Beginning 12/17/2007) (2 Contracts)				
			Calls	Puts				Calls	Puts
DNR	DEC	25	LE	XE	DNR	DEC	12 1/2	LT	XT
DNR	DEC	30	LF	XF	DNR	DEC	15	LC	XC
DNR	DEC	35	LG	XG	DNR	DEC	17 1/2	LW	XW
DNR	DEC	40	LH	XH	DNR	DEC	20	LD	XD
DNR	DEC	45	LI	XI	DNR	DEC	22 1/2	LX	XX
DNR	DEC	50	LJ	XJ	DNR	DEC	25	LE	XE
DNR	DEC	55	LK	XK	DNR	DEC	27 1/2	LY	XY
DNR	DEC	60	LL	XL	DNR	DEC	30	LF	XF
DNR	DEC	65	LM	XM	DNR	DEC	32 1/2	LZ	XZ
DNR	DEC	70	LN	XN	DNR	DEC	35	LG	XG
DNR	JAN	25	AE	ME	DNR	JAN	12 1/2	AT	MT
DNR	JAN	30	AF	MF	DNR	JAN	15	AC	MC
DNR	JAN	35	AG	MG	DNR	JAN	17 1/2	AW	MW
DNR	JAN	40	AH	MH	DNR	JAN	20	AD	MD
DNR	JAN	45	AI	MI	DNR	JAN	22 1/2	AX	MX
DNR	JAN	50	AJ	MJ	DNR	JAN	25	AE	ME
DNR	JAN	55	AK	MK	DNR	JAN	27 1/2	AY	MY
DNR	JAN	60	AL	ML	DNR	JAN	30	AF	MF
DNR	JAN	65	AM	MM	DNR	JAN	32 1/2	AZ	MZ
DNR	JAN	70	AN	MN	DNR	JAN	35	AG	MG

Denbury Resources, Inc. (DNR)
 (Before 12/17/2007)
 (1 Contract)

			Calls	Puts
DNR	MAR	35	CG	OG
DNR	MAR	40	CH	OH
DNR	MAR	45	CI	OI
DNR	MAR	50	CJ	OJ
DNR	MAR	55	CK	OK
DNR	MAR	60	CL	OL
DNR	MAR	65	CM	OM
DNR	MAR	70	CN	ON
DNR	MAR	75	CO	OO
DNR	JUN	40	FH	RH
DNR	JUN	45	FI	RI
DNR	JUN	50	FJ	RJ
DNR	JUN	55	FK	RK
DNR	JUN	60	FL	RL
DNR	JUN	65	FM	RM
DNR	JUN	70	FN	RN
DNR	JUN	75	FO	RO
DNR	JUN	80	FP	RP
DNR	JUN	85	FQ	RQ

Denbury Resources, Inc. (DNR)
 (Beginning 12/17/2007)
 (2 Contracts)

			Calls	Puts
DNR	MAR	17 1/2	CW	OW
DNR	MAR	20	CD	OD
DNR	MAR	22 1/2	CX	OX
DNR	MAR	25	CE	OE
DNR	MAR	27 1/2	CY	OY
DNR	MAR	30	CF	OF
DNR	MAR	32 1/2	CZ	OZ
DNR	MAR	35	CG	OG
DNR	MAR	37 1/2	CU	OU
DNR	JUN	20	FD	RD
DNR	JUN	22 1/2	FX	RX
DNR	JUN	25	FE	RE
DNR	JUN	27 1/2	FY	RY
DNR	JUN	30	FF	RF
DNR	JUN	32 1/2	FZ	RZ
DNR	JUN	35	FG	RG
DNR	JUN	37 1/2	FU	RU
DNR	JUN	40	FH	RH
DNR	JUN	42 1/2	FV	RV

Any additional DNR 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) 496-5380.