

MEMORANDUM

To: All Option Members, Member Organizations and ROTs

From: Market Watch

Date: December 11, 2007

Re: Imperial Sugar Company (DQK/IPSU) - Special Cash Dividend

Imperial Sugar Company (DQK/IPSU) has declared a special cash dividend of \$2.50 payable to share holders of record on Monday, December 24, 2007. Distribution date for the special cash dividend will be Thursday, January 3, 2008.
Ex-distribution date for the special cash dividend will be Thursday, December 20, 2007.

EFFECTIVE DATE: Thursday, December 20, 2007
SYMBOL(s): DQK remains unchanged
STRIKE PRICE: Reduced by \$2.50
POS/EXERCISE LIMITS: Limits will remain unchanged
MULTIPLIER: 100 * (e.g., premium of 1.00 = \$100)
NEW DELIVERABLE: Deliverable will remain unchanged (100 shares IPSU)

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:

Imperial Sugar Company (IPSU/DQK) (Before 12/20/2007) (100 shrs IPSU)					Imperial Sugar Company (IPSU/DQK) (Beginning 12/20/2007) (100 shrs IPSU)				
			Calls	Puts				Calls	Puts
DQK	DEC	22 1/2	LX	XX	DQK	DEC	20	LD	XD
DQK	DEC	25	LE	XE	DQK	DEC	22 1/2	LX	XX
DQK	DEC	30	LF	XF	DQK	DEC	27 1/2	LY	XY
DQK	JAN	22 1/2	AX	MX	DQK	JAN	20	AD	MD
DQK	JAN	25	AE	ME	DQK	JAN	22 1/2	AX	MX
DQK	JAN	30	AF	MF	DQK	JAN	27 1/2	AY	MY
DQK	JAN	35	AG	MG	DQK	JAN	32 1/2	AZ	MZ
DQK	APR	22 1/2	DX	PX	DQK	APR	20	DD	PD
DQK	APR	25	DE	PE	DQK	APR	22 1/2	DX	PX
DQK	APR	30	DF	PF	DQK	APR	27 1/2	DY	PY
DQK	APR	35	DG	PG	DQK	APR	32 1/2	DZ	PZ
DQK	JUL	22 1/2	GX	SX	DQK	JUL	20	GD	SD
DQK	JUL	25	GE	SE	DQK	JUL	22 1/2	GX	SX
DQK	JUL	30	GF	SF	DQK	JUL	27 1/2	GY	SY

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