

MEMORANDUM

TO: All Members, Member Organizations, Participants and Participant Organizations

FROM: Scott Donnini, First Vice President and Associate General Counsel

RE: Board of Governors meeting on Thursday, December 13, 2007

DATE: December 17, 2007

On Thursday, December 13, 2007 the Board of Governors (“Board”) of the Philadelphia Stock Exchange, Inc. (“Phlx” or “Exchange”) held a regular meeting and took the following actions:

- Approved the minutes of the regular meeting of October 25, 2007 and the special meeting of November 6, 2007.
- Approved the Board Meeting Schedule for 2008.
- Approved the Holiday and Early Closures Schedule for 2008, a copy of which is attached to this memorandum.
- Approved the 2008 Budget.
- Considered a demand letter sent to the Exchange related to amendments to Article IV of the Exchange Certificate of Incorporation and reviewed the substance with counsel and authorized staff to respond that Board found the assertions made to be without merit.
- Authorized and approved the Secretary of the Exchange to take any and all action necessary or appropriate on behalf of PHLX, as sole shareholder of The Philadelphia Board of Trade (“PBOT”), to approve certain actions related to PBOT’s Charter and By-Laws anticipated to be taken by the PBOT Board.
- Approved the addition of John P. Hughes to the Business Conduct Committee for the 2007/2008 term.
- Heard a report of the Compensation Committee and acted on the Committee’s recommendations.

2008 Holidays and Early Closures

1. **NEW YEARS DAY – Tuesday, January 1, 2008**
Closed (no trading sessions)
Tuesday, January 2, 2008 – FCO floor resumes trading at 7:30 AM
Equity, Equity Options and Index Options resume with regular trading hours
2. **MARTIN LUTHER KING, JR. DAY – Monday, January 21, 2008**
Closed (no trading sessions)
Friday, January 18, 2008 – FCO floor stops trading at 1:00 PM
Tuesday, January 22, 2008 – FCO floor resumes trading 7:30 AM
Equity, Equity and Index Options trading resumes at regular business
3. **PRESIDENT’S DAY – Monday, February 18, 2008**
Closed (no trading sessions)
Friday, February 15, 2008 – FCO floor stops trading at 1:00 PM
Tuesday, February 19, 2008 – FCO floor resumes trading 7:30 a.m.
Equity, Equity and Index Options trading resumes at regular business hours
4. **GOOD FRIDAY – Friday, March 21, 2008**
Closed (no trading sessions)
5. **MEMORIAL DAY – Monday, May 26, 2008**
Closed (no trading sessions)
6. **INDEPENDENCE DAY – Friday, July 4, 2008**
Closed (no trading sessions)
Thursday, July 3, 2008 – Early Closure
The XLE hours of operation will be as follows:
The Core Session for trading will end at 1:00 p.m., with select ETFs trading to 1:15 p.m.
The Post Session will begin at 1:00 p.m. and close at 2:00 p.m.
Equity Options and Narrow Based Index Options trading will close at 1:00 p.m.
Broad Based Index Options trading will close at 1:15 p.m.
Foreign Currency Options trading will close at 1:00 p.m.
World Currency Options trading will close at 1:00 p.m.
7. **LABOR DAY – Monday, September 1, 2008**
Closed (no trading sessions)

8. **THANKSGIVING – Thursday, November 27, 2008**

Closed (no trading sessions)

Friday, November 28, 2008 – Early Closure

The XLE hours of operation will be as follows:

The Core Session for trading will end at 1:00 p.m., with select ETFs trading to 1:15 p.m.

The Post Session will begin at 1:00 p.m. and close at 2:00 p.m.

Equity Options and Narrow Based Index Options trading will close at 1:00 p.m.

Broad Based Index Options trading will close at 1:15 p.m.

World Currency Options trading will close at 1:00 p.m.

9. **CHRISTMAS – Thursday, December 25, 2008**

Closed (no trading sessions)

Wednesday, December 24, 2007 – Early Closure

The XLE hours of operation will be as follows:

The Core Session for trading will end at 1:00 p.m., with select ETFs trading to 1:15 p.m.

The Post Session will begin at 1:00 p.m. and close at 2:00 p.m.

Equity Options and Narrow Based Index Options trading will close at 1:00 p.m.

Broad Based Index Options trading will close at 1:15 p.m.

World Currency Options trading will close at 1:00 p.m.