

MEMORANDUM

TO: All Option Members and Member Organizations

FROM: Options Surveillance

DATE: December 31, 2007

RE: **YEAR-END CLOSING ROTATION**

Please consider this memorandum prior notice that a **closing rotation** may be held in **any option classes**, (equity, Exchange Traded Funds and index options) on Monday, December 31, 2007, commencing at 4:00 P.M. or after.

Pursuant to Philadelphia Stock Exchange (“PHLX”) Option Rule 1047 “Trading Rotations, Halts and Suspensions Commentary .01(d) Quarterly Rotations – On the last day of each calendar quarter, a closing rotation for some equity option series may be commenced at 4:00 p.m. or after the closing price of the stock in its primary market is established, whichever is later. Orders will not be accepted at or after the normal hours of trading.

Questions concerning this memorandum may be directed to On-Floor Surveillance at 215.495.5295.