

MEMORANDUM

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

FROM: Joseph D. Jennings, Senior Vice President & CFO

SUBJECT: SCCP Billing Amounts Due will be Charged Automatically at Clearing Firm Accounts Beginning March 15, 2007

DATE: February 6, 2007

Consistent with the current Phlx billing practice, and in order to better serve Stock Clearing Corporation of Philadelphia's ("SCCP") customers and to enhance controls and realize efficiencies related to SCCP's billing collection processes, the clearing firm accounts for participants and participant organizations at the National Securities Clearing Corporation ("NSCC") will be debited on the 15th day of each month (or the next business day if the 15th day is a weekend day or holiday) in which the bills are prepared. This collection practice is scheduled to begin on March 15, 2007, which will include billing amounts incurred in February 2007.

Participants and participant organizations that are self-clearing will be charged directly in their NSCC account. Participant and participant organizations that are not self-clearing will be charged by their clearing firms. Participants that maintain margin accounts at SCCP will be charged in their SCCP account.

If you have any questions regarding this new collection process, please contact me at (215) 496-1467 or Tom Kelly at (215) 496-6721.

JDJ/jdj