

MEMORANDUM

To: All Option Members, Member Organizations and ROTs
 From: Market Watch
 Date: February 27, 2007
 Re: **New Options Listing: iShares Dow Jones U.S. Transportation Index Fund (IYT)**

The Philadelphia Stock Exchange (PHLX) will begin trading options on iShares Dow Jones U.S. Transportation Index Fund (IYT) effective Wednesday, February 28, 2007.

Specialist Unit: Susquehanna Inv. Grp.
Position/Exercise Limit: 200,000 contracts
Expiration Cycle March
Option Symbol & Cusip No.: IYT: 464 287 192
TRADING HOURS: **9:30 a.m. to 4:15 p.m.**

iShares Dow Jones U.S. Transportation Index Fund (IYT)
 (Beginning 2/28/2007)

			Calls	Puts				Calls	Puts
IYT	MAR	70	CN	ON	IYT	APR	75	DO	PO
IYT	MAR	75	CO	OO	IYT	APR	80	DP	PP
IYT	MAR	80	CP	OP	IYT	APR	85	DQ	PQ
IYT	MAR	85	CQ	OQ	IYT	APR	90	DR	PR
IYT	MAR	90	CR	OR	IYT	APR	95	DS	PS
IYT	MAR	95	CS	OS	IYT	APR	100	DT	PT
					IYT	APR	105	DA	PA
IYT	JUN	70	FN	RN	IYT	SEP	75	IO	UO
IYT	JUN	75	FO	RO	IYT	SEP	80	IP	UP
IYT	JUN	80	FP	RP	IYT	SEP	85	IQ	UQ
IYT	JUN	85	FQ	RQ	IYT	SEP	90	IR	UR
IYT	JUN	90	FR	RR	IYT	SEP	95	IS	US
IYT	JUN	95	FS	RS	IYT	SEP	100	IT	UT

Questions regarding this release may be directed to Market Watch at 1-800-THE-PHLX, choice #2 or (215) 496-1508.