



MEMO: 0483-07

MEMORANDUM

TO: All Option Members, Member Organizations & ROTs
FROM: Market Watch
DATE: February 27, 2007
RE: **Change in the PHLX Gold/Silver SectorSM (XAUSM)**

The Philadelphia Stock Exchange, Inc. (“PHLX”) has received notification that the merger between Bema Gold Corp. (BGO) and Kinross Gold Corp. (KGC) became **effective on Tuesday, February 27, 2007. As a result, there will be a change in the outstanding share amounts in Kinross Gold Corp. (KGC) along with the addition of Yamana Gold, Inc. (AUY) to the index.**

The PHLX has determined to apply the following changes to the XAU Index on **Wednesday, February 28, 2007:**

<u>Issue:</u>	<u>Outstanding Shares (000s):</u>
Kinross Gold Corporation (KGC)	576,971

<u>ADDITION:</u>	<u>Outstanding Shares (000s):</u>
Yamana Gold, Inc. (AUY)	343,507

DELETION:
Bema Gold Corp. (BGO)

The revised XAUSM divisor: **946,183**

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