

MEMORANDUM

TO: ALL EQUITY OPTIONS FLOOR MEMBERS FIRMS
FROM: WILLIAM C. TERRELL
DATE: JANUARY 19, 2007
SUBJECT: REMINDER REGARDING PHLX AUTO-QUOTE

As stated in my memo # 2708-06, dated November 29, 2006, the **Phlx Auto-Quote System will not be enhanced to support quoting options in pennies.**

Also, **effective at the close of business on Friday, March 16, 2007, the Phlx Auto-Quote System will no longer be available for quoting options.**

Therefore, effective at the opening of business on Monday, March 19, 2007, Specialists and Registered Options Traders currently using the Phlx Auto-Quote System must have an alternate system in place in order to continue streaming quotes in Phlx options.

Current Auto-Quote workstations will remain in place to support functions such as engaging/disengaging Auto-Ex, Fast Markets and overriding Rapid Opening.

If you should have any questions concerning the above please call the System Support Group at extension 1571 or me at extension 5205.