

M E M O R A N D U M

TO: EQUITY OPTIONS FLOOR MEMBER FIRMS
FROM: WILLIAM C. TERRELL
DATE: JANUARY 25, 2007
SUBJECT: NASD PRIMARY MARKET QUOTE DATA

Currently, Options Trading System (PHLX XL) receives only NASD Best Bid/Offer (BBO) information. Effective Monday, January 29, 2007, PHLX XL will receive primary market underlying quotes from NASD.

PHLX-XL traders will see the following differences when trading NASD securities:

- Options will start opening based on primary market underlying quotes from NASD
- PHLX AutoQuote users pricing, based on underlying quotes, will now use primary market underlying quotes from NASD for pricing for NASD classes

If you should have any questions concerning the above, please feel free to call System Support Help Desk at extension 1571.