

MEMORANDUM

To: All Option Members, Member Organizations and ROTs

From: Listings/Market Watch

Date: January 26, 2007

**Subject: Solexa, Inc. (SLXA/QMB) Merger With Illumina, Inc. (ILMN) EFFECTIVE**

On Friday, January 26, 2007, the shareholders of Solexa, Inc. (SLXA) approved the proposed merger with Illumina, Inc. (ILMN). Pursuant to the merger terms each SLXA share will be converted into the right to receive 0.344 ILMN common shares. Cash will be paid in lieu of fractional shares. **The merger became effective on Friday, January 26, 2007.**

*\*\*The foregoing is an unofficial summary of the terms of the Merger, prepared by the PHLX for the convenience of its members. PHLX accepts no responsibility for the accuracy or completeness of the summary. Members should refer to the proxy statement for the authoritative description of the merger terms and conditions.*

Pursuant to Options Clearing Corporation (OCC) By-Laws, all outstanding QMB options will be adjusted as follows:

**EFFECTIVE DATE:** Monday, January 29, 2007  
**SYMBOL(s):** QMB becomes XSU  
**STRIKE PRICE:** No Change  
**POS/EXERCISE LIMIT:** 300,000 contracts until January 2009 expiration; where the limits revert to 250,000  
**MULTIPLIER:** 100\*(eg., Premium of 1.00 = \$100)  
**NEW DELIVERABLE:** 1) 34 Illumina, Inc. (ILMN) Common Shares  
 2) Cash in lieu of 0.4 fractional ILMN shares

Solexa, Inc. (SLXA/QMB) (Before 1/29/2007) 100 shares SLXA					Solexa, Inc. (SLXA/XSU) (Beginning 1/29/2007) (See New Deliverable Above)				
			Calls	Puts				Calls	Puts
QMB	FEB	10	BB	NB	XSU	FEB	10	BB	NB
QMB	FEB	12 1/2	BV	NV	XSU	FEB	12 1/2	BV	NV
QMB	FEB	15	BC	NC	XSU	FEB	15	BC	NC
QMB	MAR	7 1/2	CU	OU	XSU	MAR	7 1/2	CU	OU
QMB	MAR	10	CB	OB	XSU	MAR	10	CB	OB
QMB	MAR	12 1/2	CV	OV	XSU	MAR	12 1/2	CV	OV
QMB	MAR	15	CC	OC	XSU	MAR	15	CC	OC
QMB	JUN	7 1/2	FU	RU	XSU	JUN	7 1/2	FU	RU
QMB	JUN	10	FB	RB	XSU	JUN	10	FB	RB
QMB	JUN	12 1/2	FV	RV	XSU	JUN	12 1/2	FV	RV
QMB	JUN	15	FC	RC	XSU	JUN	15	FC	RC
QMB	SEP	10	IB	UB	XSU	SEP	10	IB	UB
QMB	SEP	12 1/2	IV	UV	XSU	SEP	12 1/2	IV	UV
QMB	SEP	15	IC	UC	XSU	SEP	15	IC	UC

Customers should be advised that all Good-til-Cancelled (GTC) orders not on AUTOM must be cancelled and re-entered prior to the effective date. GTC AUTOM orders will be deleted by PHLX Service Desk/AUTOM personnel.

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