

M E M O R A N D U M

TO: EQUITY OPTIONS FIRMS

FROM: WILLIAM C. TERRELL

DATE: JANUARY 29, 2007

SUBJECT: TRANSMISSION ERROR TO OCC

*****IMPORTANT NOTICE*****

On Friday, January 26, 2007 Phlx experienced a transmission error to The Options Clearing Corporation (OCC). Phlx has identified the problems caused by the error and has created the requisite corrections to rectify all positions. Member firms back offices should check Encore prior to 10:30 a.m. to view all submissions.

A list of all corrections is available to on floor firms at the Corrections Post and to off floor firms via email upon request.

If you should have any questions concerning the above or would like to receive the list of corrections, please feel free to contact me at 215-496-5205 or by email at bill.terrell@phlx.com.