

MEMORANDUM

To: All Option Members, Member Organizations and ROTs

From: Market Watch

Date: July 13, 2007

Subject: PHLX Retail Sector (XRESM) - Strikes Authorized for Trading

Below please find a list of the months and strike prices that will be available for trading on the PHLX Retail Sector (XRESM). The PHLX Retail Sector (XRESM) will begin trading on Tuesday, July 17, 2007.

*****NOTE: EKW will be used for strikes below 200, while XRE will be used for strikes ranging from 200 - 295.**

**PHLX Retail Sector (XRESM)
(Beginning 7/17/2007)**

			Calls	Puts				Calls	Puts
XRE	AUG	200	HT	TT	XRE	OCT	200	JT	VT
XRE	AUG	205	HA	TA	XRE	OCT	205	JA	VA
XRE	AUG	210	HB	TB	XRE	OCT	210	JB	VB
XRE	AUG	215	HC	TC	XRE	OCT	215	JC	VC
XRE	AUG	220	HD	TD	XRE	OCT	220	JD	VD
XRE	AUG	225	HE	TE	XRE	OCT	225	JE	VE
XRE	AUG	230	HF	TF	XRE	OCT	230	JF	VF
XRE	AUG	235	HG	TG	XRE	OCT	235	JG	VG
XRE	AUG	240	HH	TH	XRE	OCT	240	JH	VH
XRE	AUG	245	HI	TI	XRE	OCT	245	JI	VI
XRE	AUG	250	HJ	TJ	XRE	OCT	250	JJ	VJ
XRE	AUG	255	HK	TK	XRE	OCT	255	JK	VK
XRE	AUG	260	HL	TL	XRE	OCT	260	JL	VL
XRE	AUG	265	HM	TM	XRE	OCT	265	JM	VM
XRE	AUG	270	HN	TN	XRE	OCT	270	JN	VN
XRE	AUG	275	HO	TO	XRE	OCT	275	JO	VO
XRE	AUG	280	HP	TP	XRE	OCT	280	JP	VP
XRE	AUG	285	HQ	TQ	XRE	OCT	285	JQ	VQ
XRE	AUG	290	HR	TR	XRE	OCT	290	JR	VR
XRE	AUG	295	HS	TS	XRE	OCT	295	JS	VS
XRE	SEP	200	IT	UT	XRE	DEC	200	LT	XT
XRE	SEP	205	IA	UA	XRE	DEC	205	LA	XA
XRE	SEP	210	IB	UB	XRE	DEC	210	LB	XB
XRE	SEP	215	IC	UC	XRE	DEC	215	LC	XC
XRE	SEP	220	ID	UD	XRE	DEC	220	LD	XD
XRE	SEP	225	IE	UE	XRE	DEC	225	LE	XE
XRE	SEP	230	IF	UF	XRE	DEC	230	LF	XF
XRE	SEP	235	IG	UG	XRE	DEC	235	LG	XG
XRE	SEP	240	IH	UH	XRE	DEC	240	LH	XH
XRE	SEP	245	II	UI	XRE	DEC	245	LI	XI
XRE	SEP	250	IJ	UJ	XRE	DEC	250	LJ	XJ
XRE	SEP	255	IK	UK	XRE	DEC	255	LK	XX

XRE	SEP	260	IL	UL	XRE	DEC	260	LL	XL
XRE	SEP	265	IM	UM	XRE	DEC	265	LM	XM
XRE	SEP	270	IN	UN	XRE	DEC	270	LN	XN
XRE	SEP	275	IO	UO	XRE	DEC	275	LO	XO
XRE	SEP	280	IP	UP	XRE	DEC	280	LP	XP
XRE	SEP	285	IQ	UQ	XRE	DEC	285	LQ	XQ
XRE	SEP	290	IR	UR	XRE	DEC	290	LR	XR
XRE	SEP	295	IS	US	XRE	DEC	295	LS	XS

			Calls	Puts
XRE	MAR	200	CT	OT
XRE	MAR	205	CA	OA
XRE	MAR	210	CB	OB
XRE	MAR	215	CC	OC
XRE	MAR	220	CD	OD
XRE	MAR	225	CE	OE
XRE	MAR	230	CF	OF
XRE	MAR	235	CG	OG
XRE	MAR	240	CH	OH
XRE	MAR	245	CI	OI
XRE	MAR	250	CJ	OJ
XRE	MAR	255	CK	OK
XRE	MAR	260	CL	OL
XRE	MAR	265	CM	OM
XRE	MAR	270	CN	ON
XRE	MAR	275	CO	OO
XRE	MAR	280	CP	OP
XRE	MAR	285	CQ	OQ
XRE	MAR	290	CR	OR
XRE	MAR	295	CS	OS

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