

MEMORANDUM

To: All Option Members, Member Organizations and ROTs

From: Market Watch

Date: July 24, 2007

**Re: Diodes, Inc (DIOD/DUH) - 3 for 2 Stock Split**

Diodes, Inc (DUH/DIOD) has declared a 3 for 2 stock split payable to shareholders of record on Friday, July 20, 2007. Distribution date for the stock split will be Monday, July 30, 2007. **Ex-distribution date for the stock split will be Tuesday, July 31, 2007.**

Accordingly, pursuant to OCC By-Laws, all DUH options on the ex-distribution date must be adjusted as follows:

1. The number of underlying shares represented by each option contract will be increased to 150 shares.
2. The strike price of each outstanding option series will be reduced proportionately and rounded to the nearest eighth of a point.

The effect of these adjustments on all outstanding DUH/ZOV options will be to change the symbol(s) to DDU/ZZV, increase the number of underlying shares represented by each contract to 150, and to reduce the strike price for each series proportionately. The Exchange has further determined that new DUH option contracts, representing 100 shares of DIOD, will start trading on Wednesday, August 1, 2007. The PHLX has established that effective on the ex-distribution date, and until January 17, 2009 expiration, the position and exercise limits shall be any combination of DUH/ZOV and DDU/ZZV options not to exceed 11,250,000 shares of DIOD. Following January 17, 2009 expiration, the position and exercise limit will return to the established limit of 75,000 contracts. Therefore, commencing Tuesday, July 31, 2007, the current DUH/ZOV strike prices will be adjusted and identified by the symbols DDU/ZZV respectively.

The resulting list of adjusted strike prices and symbols is as shown on the following pages:

Diodes, Inc (DIOD/DUH) (Before 7/31/2007) (100 shrs DIOD)					Diodes, Inc (DIOD/DDU) (Beginning 7/31/2007) (150 shrs DIOD)				
			Calls	Puts			Calls	Puts	
DUH	AUG	35	HG	TG	DDU	AUG	23 3/8	HU	TU
DUH	AUG	40	HH	TH	DDU	AUG	26 5/8	HV	TV
DUH	AUG	45	HI	TI	DDU	AUG	30	HF	TF
DUH	AUG	50	HJ	TJ	DDU	AUG	33 3/8	HW	TW
DUH	SEP	25	IE	UE	DDU	SEP	16 5/8	IT	UT
DUH	SEP	30	IF	UF	DDU	SEP	20	ID	UD
DUH	SEP	35	IG	UG	DDU	SEP	23 3/8	IU	UU
DUH	SEP	40	IH	UH	DDU	SEP	26 5/8	IV	UV
DUH	SEP	45	II	UI	DDU	SEP	30	IF	UF
DUH	SEP	50	IJ	UJ	DDU	SEP	33 3/8	IW	UW
DUH	DEC	30	LF	XF	DDU	DEC	20	LD	XD
DUH	DEC	35	LG	XG	DDU	DEC	23 3/8	LU	XU
DUH	DEC	40	LH	XH	DDU	DEC	26 5/8	LV	XV
DUH	DEC	45	LI	XI	DDU	DEC	30	LF	XF
DUH	DEC	50	LJ	XJ	DDU	DEC	33 3/8	LW	XW
DUH	DEC	55	LK	XX	DDU	DEC	36 5/8	LX	XX

Diodes, Inc (DIOD/DUH) (Before 7/31/2007) (100 shrs DIOD)					Diodes, Inc (DIOD/DDU) (Beginning 7/31/2007) (150 shrs DIOD)				
			Calls	Puts				Calls	Puts
DUH	JAN	25	AE	ME	DDU	JAN	16 5/8	AT	MT
DUH	JAN	30	AF	MF	DDU	JAN	20	AD	MD
DUH	JAN	35	AG	MG	DDU	JAN	23 3/8	AU	MU
DUH	JAN	40	AH	MH	DDU	JAN	26 5/8	AV	MV
DUH	JAN	45	AI	MI	DDU	JAN	30	AF	MF
DUH	JAN	50	AJ	MJ	DDU	JAN	33 3/8	AW	MW
DUH	JAN	55	AK	MK	DDU	JAN	36 5/8	AX	MX
DUH	JAN	60	AL	ML	DDU	JAN	40	AH	MH
DUH	MAR	40	CH	OH	DDU	MAR	26 5/8	CV	OV
DUH	MAR	45	CI	OI	DDU	MAR	30	CF	OF
DUH	MAR	50	CJ	OJ	DDU	MAR	33 3/8	CW	OW

Diodes, Inc - 2009 Leap (DIOD/ZOV) (Before 7/31/2007) (100 shrs DIOD)					Diodes, Inc - 2009 Leap (DIOD/ZZV) (Beginning 7/31/2007) (150 shrs DIOD)				
			Calls	Put				Calls	Put
ZOV	JAN	25	AE	ME	ZZV	JAN	16 5/8	AT	MT
ZOV	JAN	30	AF	MF	ZZV	JAN	20	AD	MD
ZOV	JAN	40	AH	MH	ZZV	JAN	26 5/8	AV	MV
ZOV	JAN	45	AI	MI	ZZV	JAN	30	AF	MF
ZOV	JAN	50	AJ	MJ	ZZV	JAN	33 3/8	AW	MW
ZOV	JAN	55	AK	MK	ZZV	JAN	36 5/8	AX	MX
ZOV	JAN	60	AL	ML	ZZV	JAN	40	AH	MH
ZOV	JAN	65	AM	MM	ZZV	JAN	43 3/8	AY	MY
ZOV	JAN	70	AN	MN	ZZV	JAN	46 5/8	AZ	MZ
ZOV	JAN	75	AO	MO	ZZV	JAN	50	AJ	MJ

**Any additional DUH series that are added prior to the ex-date will also be adjusted in the manner described above.**

The new DUH option contracts representing 100 shares of DIOD, will be admitted to trading on Wednesday, August 1, 2007. Strike prices and expiration months will be announced on a separate release prior to that date.

The bids and offers for listed options are usually expressed in price per share of the underlying security. If the unit of trading is 100 shares, a bid of 2 would indicate a dollar premium of \$200.00 per contract. If, however, the unit of trading is 150, a bid of 2 would indicate a dollar premium of \$300.00.

Brokers must advise their customers of this fact in connection with the adjusted DDU/ZZV options. Brokers are cautioned to be certain that customers entering closing transactions make the proper description of the options. Failure to do this could result in closing out an existing position in the adjusted series. Customers should also be advised that if they are 'covered writers', they must retain and not liquidate the additional shares of DIOD if they are to remain fully covered. Customers initiating opening writing positions in DIOD on or after Tuesday, July 31, 2007 must own 150 shares of DIOD common stock for each contract held in order to be fully covered. Commencing on August 1, 2007 and thereafter, customers purchasing 100 shares of DIOD and selling one option should be certain to sell 'NEW' contracts to avoid being uncovered writers.

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

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