

MEMORANDUM

To: All Options Members, Member Organizations and ROTs.
From: Market Watch
Date: July 31, 2007
Re: TXCO Resources, Inc. (TXCO/QOT)
2009 LEAPS TO BEGIN TRADING ON AUGUST 1, 2007

Please be advised that the Philadelphia Stock Exchange (PHLX) will begin listing LEAPS on the following issue effective Wednesday, August 1, 2007:

Name: TXCO Resources, Inc. (TXCO/QOT)

LEAP Symbol(s): VVQ - 2009

P/E Limit: 75000 contracts

Specialist Unit: Group One Ltd.

Below find the 2009 LEAPs call and put option strike prices and codes which will be available for trading on Wednesday, August 1, 2007:

TXCO Resources, Inc. (QOT/VVQ)

			<u>Calls</u>	<u>Puts</u>
VVQ	JAN	7 1/2	AU	MU
VVQ	JAN	10	AB	MB
VVQ	JAN	12 1/2	AV	MV

Questions regarding this release may be directed to Market Watch at 1-800-THE-PHLX, choice #2, or Options Services Department at (215) 496-1266.