

MEMORANDUM

To: All Option Members, Member Organizations and ROTs

From: Market Watch

Date: June 8, 2007

**Re: Crocs, Inc. (CQJ/CROX) - 2 for 1 Stock Split**

Crocs, Inc. (CQJ/CROX) has declared a 2 for 1 stock split payable to share holders of record on Thursday, May 31, 2007. Distribution date for the stock split will be Thursday, June 14, 2007. **Ex-distribution date for the stock split will be Friday, June 15, 2007.**

The Options Clearing Corporation (OCC), pursuant to OCC By-Laws, intends to issue on the distribution date (1) additional CQJ option contract for each option contract held. Further, on the ex-distribution date each CQJ series will have an adjusted exercise (strike) price equal to 1/2 of the exercise (strike) price for each CQJ series existing on the business day preceding the ex-distribution date. For example, beginning on Friday, June 15, 2007 an account holding (2) CQJ JUN 25 calls (CQJ FE) will hold (4) CQJ JUN 12 1/2 calls (CQJ FP). Customers should be advised that (1) contract in the adjusted CQJ series will still represent 100 shares of CROX common shares.

**POSITION/EXERCISE LIMITS:**

Position and exercise limits will change from 250,000 to 500,000 contracts until the expiration date of January 17, 2009

**GOOD-TILL-CANCELLED (GTC) ORDERS:**

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

The resulting list of adjusted strike prices and symbols is as follows:

Crocs, Inc. (CROX/CQJ) (Before 6/15/2007) (1 Contract)					Crocs, Inc. (CROX/CQJ) (Beginning 6/15/2007) (2 Contracts)				
			Calls	Puts			Calls	Puts	
CQJ	JUN	25	FE	RE	CQJ	JUN	12 1/2	FP	RP
CQJ	JUN	30	FF	RF	CQJ	JUN	15	FC	RC
CQJ	JUN	35	FG	RG	CQJ	JUN	17 1/2	FQ	RQ
CQJ	JUN	40	FH	RH	CQJ	JUN	20	FD	RD
CQJ	JUN	45	FI	RI	CQJ	JUN	22 1/2	FR	RR
CQJ	JUN	50	FJ	RJ	CQJ	JUN	25	FE	RE
CQJ	JUN	55	FK	RK	CQJ	JUN	27 1/2	FY	RY
CQJ	JUN	60	FL	RL	CQJ	JUN	30	FF	RF
CQJ	JUN	65	FM	RM	CQJ	JUN	32 1/2	FZ	RZ
CQJ	JUN	70	FN	RN	CQJ	JUN	35	FG	RG
CQJ	JUN	75	FO	RO	CQJ	JUN	37 1/2	FU	RU
CQJ	JUN	80	FP	RP	CQJ	JUN	40	FH	RH
CQJ	JUN	85	FQ	RQ	CQJ	JUN	42 1/2	FV	RV
CQJ	JUN	90	FR	RR	CQJ	JUN	45	FI	RI
CQJ	JUN	95	FS	RS	CQJ	JUN	47 1/2	FW	RW
CQJ	JUN	100	FT	RT	CQJ	JUN	50	FJ	RJ

Crocs, Inc. (CROX/CQJ)  
 (Before 6/15/2007)  
 (1 Contract)

			Calls	Puts
CQJ	JUL	60	GL	SL
CQJ	JUL	65	GM	SM
CQJ	JUL	70	GN	SN
CQJ	JUL	75	GO	SO
CQJ	JUL	80	GP	SP
CQJ	JUL	85	GQ	SQ
CQJ	JUL	90	GR	SR
CQJ	JUL	95	GS	SS
CQJ	JUL	100	GT	ST
CQJ	JUL	105	GA	SA
CQJ	JUL	110	GB	SB
CQJ	SEP	35	IG	UG
CQJ	SEP	40	IH	UH
CQJ	SEP	45	II	UI
CQJ	SEP	50	IJ	UJ
CQJ	SEP	55	IK	UK
CQJ	SEP	60	IL	UL
CQJ	SEP	65	IM	UM
CQJ	SEP	70	IN	UN
CQJ	SEP	75	IO	UO
CQJ	SEP	80	IP	UP
CQJ	SEP	85	IQ	UQ
CQJ	SEP	90	IR	UR
CQJ	SEP	95	IS	US
CQJ	SEP	100	IT	UT
CQJ	SEP	105	IA	UA
CQJ	SEP	110	IB	UB
CQJ	SEP	115	IC	UC
CQJ	SEP	120	ID	UD
CQJ	SEP	125	IU	UU
CQJ	DEC	40	LH	XH
CQJ	DEC	45	LI	XI
CQJ	DEC	50	LJ	XJ
CQJ	DEC	55	LK	XK
CQJ	DEC	60	LL	XL
CQJ	DEC	65	LM	XM
CQJ	DEC	70	LN	XN
CQJ	DEC	75	LO	XO
CQJ	DEC	80	LP	XP
CQJ	DEC	85	LQ	XQ
CQJ	DEC	90	LR	XR
CQJ	DEC	95	LS	XS
CQJ	DEC	100	LT	XT
CQJ	DEC	105	LA	XA
CQJ	DEC	110	LB	XB
CQJ	DEC	115	LC	XC
CQJ	DEC	120	LD	XD
CQJ	DEC	125	LU	XU
CQJ	DEC	130	LZ	XZ

Crocs, Inc. (CROX/CQJ)  
 (Beginning 6/15/2007)  
 (2 Contracts)

			Calls	Puts
CQJ	JUL	30	GF	SF
CQJ	JUL	32 1/2	GZ	SZ
CQJ	JUL	35	GG	SG
CQJ	JUL	37 1/2	GU	SU
CQJ	JUL	40	GH	SH
CQJ	JUL	42 1/2	GV	SV
CQJ	JUL	45	GI	SI
CQJ	JUL	47 1/2	GW	SW
CQJ	JUL	50	GJ	SJ
CQJ	JUL	52 1/2	GX	SX
CQJ	JUL	55	GK	SK
CQJ	SEP	17 1/2	IQ	UQ
CQJ	SEP	20	ID	UD
CQJ	SEP	22 1/2	IR	UR
CQJ	SEP	25	IE	UE
CQJ	SEP	27 1/2	IY	UY
CQJ	SEP	30	IF	UF
CQJ	SEP	32 1/2	IZ	UZ
CQJ	SEP	35	IG	UG
CQJ	SEP	37 1/2	IU	UU
CQJ	SEP	40	IH	UH
CQJ	SEP	42 1/2	IV	UV
CQJ	SEP	45	II	UI
CQJ	SEP	47 1/2	IW	UW
CQJ	SEP	50	IJ	UJ
CQJ	SEP	52 1/2	IX	UX
CQJ	SEP	55	IK	UK
CQJ	SEP	57 1/2	IS	US
CQJ	SEP	60	IL	UL
CQJ	SEP	62 1/2	IT	UT
CQJ	DEC	20	LD	XD
CQJ	DEC	22 1/2	LR	XR
CQJ	DEC	25	LE	XE
CQJ	DEC	27 1/2	LY	XY
CQJ	DEC	30	LF	XF
CQJ	DEC	32 1/2	LZ	XZ
CQJ	DEC	35	LG	XG
CQJ	DEC	37 1/2	LU	XU
CQJ	DEC	40	LH	XH
CQJ	DEC	42 1/2	LV	XV
CQJ	DEC	45	LI	XI
CQJ	DEC	47 1/2	LW	XW
CQJ	DEC	50	LJ	XJ
CQJ	DEC	52 1/2	LX	XX
CQJ	DEC	55	LK	XK
CQJ	DEC	57 1/2	LS	XS
CQJ	DEC	60	LL	XL
CQJ	DEC	62 1/2	LT	XT
CQJ	DEC	65	LM	XM

Crocs, Inc. - 2008 Leap (CROX/LYP)  
(Before 6/15/2007)  
(1 Contract)

			Calls	Put
LYP	JAN	30	AF	MF
LYP	JAN	35	AG	MG
LYP	JAN	40	AH	MH
LYP	JAN	45	AI	MI
LYP	JAN	50	AJ	MJ
LYP	JAN	55	AK	MK
LYP	JAN	60	AL	ML
LYP	JAN	65	AM	MM
LYP	JAN	70	AN	MN
LYP	JAN	75	AO	MO
LYP	JAN	80	AP	MP
LYP	JAN	85	AQ	MQ
LYP	JAN	90	AR	MR
LYP	JAN	95	AS	MS
LYP	JAN	100	AT	MT
LYP	JAN	105	AA	MA
LYP	JAN	110	AB	MB
LYP	JAN	115	AC	MC
LYP	JAN	120	AD	MD
LYP	JAN	125	AE	ME
LYP	JAN	130	AZ	MZ
LYP	JAN	135	AW	MW

Crocs, Inc. - 2008 Leap (CROX/LYP)  
(Beginning 6/15/2007)  
(2 Contracts)

			Calls	Put
LYP	JAN	15	AC	MC
LYP	JAN	17 1/2	AQ	MQ
LYP	JAN	20	AD	MD
LYP	JAN	22 1/2	AR	MR
LYP	JAN	25	AE	ME
LYP	JAN	27 1/2	AY	MY
LYP	JAN	30	AF	MF
LYP	JAN	32 1/2	AZ	MZ
LYP	JAN	35	AG	MG
LYP	JAN	37 1/2	AU	MU
LYP	JAN	40	AH	MH
LYP	JAN	42 1/2	AV	MV
LYP	JAN	45	AI	MI
LYP	JAN	47 1/2	AW	MW
LYP	JAN	50	AJ	MJ
LYP	JAN	52 1/2	AX	MX
LYP	JAN	55	AK	MK
LYP	JAN	57 1/2	AS	MS
LYP	JAN	60	AL	ML
LYP	JAN	62 1/2	AT	MT
LYP	JAN	65	AM	MM
LYP	JAN	67 1/2	AA	MA

Crocs, Inc. - 2009 Leap (CROX/ZYP)  
(Before 6/15/2007)  
(1 Contract)

			Calls	Put
ZYP	JAN	30	AF	MF
ZYP	JAN	35	AG	MG
ZYP	JAN	40	AH	MH
ZYP	JAN	45	AI	MI
ZYP	JAN	50	AJ	MJ
ZYP	JAN	55	AK	MK
ZYP	JAN	60	AL	ML
ZYP	JAN	65	AM	MM
ZYP	JAN	70	AN	MN
ZYP	JAN	75	AO	MO
ZYP	JAN	80	AP	MP
ZYP	JAN	85	AQ	MQ
ZYP	JAN	90	AR	MR
ZYP	JAN	95	AS	MS
ZYP	JAN	100	AT	MT
ZYP	JAN	110	AB	MB
ZYP	JAN	120	AD	MD
ZYP	JAN	130	AZ	MZ
ZYP	JAN	140	AY	MY
ZYP	JAN	150	AX	MX

Crocs, Inc. - 2009 Leap (CROX/ZYP)  
(Beginning 6/15/2007)  
(2 Contracts)

			Calls	Put
ZYP	JAN	15	AC	MC
ZYP	JAN	17 1/2	AQ	MQ
ZYP	JAN	20	AD	MD
ZYP	JAN	22 1/2	AR	MR
ZYP	JAN	25	AE	ME
ZYP	JAN	27 1/2	AY	MY
ZYP	JAN	30	AF	MF
ZYP	JAN	32 1/2	AZ	MZ
ZYP	JAN	35	AG	MG
ZYP	JAN	37 1/2	AU	MU
ZYP	JAN	40	AH	MH
ZYP	JAN	42 1/2	AV	MV
ZYP	JAN	45	AI	MI
ZYP	JAN	47 1/2	AW	MW
ZYP	JAN	50	AJ	MJ
ZYP	JAN	55	AK	MK
ZYP	JAN	60	AL	ML
ZYP	JAN	65	AM	MM
ZYP	JAN	70	AN	MN
ZYP	JAN	75	AO	MO

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

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