

MEMORANDUM

To: All Option Members, Member Organizations and ROPs

From: Market Watch

Date: June 11, 2007

Subject: Kronos, Inc. (KRON/KUE) Merger With Hellman & Freidman Capital Partners VI L.P.

On Friday, June 8, 2007, the shareholders of Kronos, Inc. (KRON) approved the proposed merger with Hellman & Freidman Capital Partners VI L.P. Pursuant to the merger terms each KRON share will be converted into the right to receive 55.00 cash. **The merger became effective on Monday, June 11, 2007.**

***The foregoing is an unofficial summary of the terms of the Merger, prepared by the PHLX for the convenience of its members. PHLX accepts no responsibility for the accuracy or completeness of the summary. Members should refer to the proxy statement for the authoritative description of the merger terms and conditions.*

Pursuant to Options Clearing Corporation (OCC) By-Laws, all outstanding KUE options will be adjusted as follows:

EFFECTIVE DATE: Tuesday, June 12, 2007
NEW DELIVERABLE: \$5,500.00 cash per contract (\$55.00 x 100)

Existing open interest in all KUE options will remain until options are exercised or expire. Since they are American style options, they are exercisable at the option of the holder.

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