

MEMORANDUM

To: All Option Members, Member Organizations and ROTs

From: Market Watch

Date: June 20, 2007

Re: **Express Scripts, Inc. (XTQ/ESRX) - 2 for 1 Stock Split**

Express Scripts, Inc. (XTQ/ESRX) has declared a 2 for 1 stock split payable to share holders of record on Friday, June 8, 2007. Distribution date for the stock split will be Friday, June 22, 2007. **Ex-distribution date for the stock split will be Monday, June 25, 2007.**

The Options Clearing Corporation (OCC), pursuant to OCC By-Laws, intends to issue on the distribution date (1) additional XTQ option contract for each option contract held. Further, on the ex-distribution date each XTQ series will have an adjusted exercise (strike) price equal to 1/2 of the exercise (strike) price for each XTQ series existing on the business day preceding the ex-distribution date. For example, beginning on Monday, June 25, 2007 an account holding (2) XTQ JUL 70 calls (XTQ GN) will hold (4) XTQ JUL 35 calls (XTQ GG). Customers should be advised that (1) contract in the adjusted XTQ series will still represent 100 shares of ESRX 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:

Express Scripts, Inc. (ESRX/XTQ) (Before 6/25/2007) (1 Contract)					Express Scripts, Inc. (ESRX/XTQ) (Beginning 6/25/2007) (2 Contracts)				
			Calls	Puts			Calls	Puts	
XTQ	JUL	70	GN	SN	XTQ	JUL	35	GG	SG
XTQ	JUL	75	GO	SO	XTQ	JUL	37 1/2	GU	SU
XTQ	JUL	80	GP	SP	XTQ	JUL	40	GH	SH
XTQ	JUL	85	GQ	SQ	XTQ	JUL	42 1/2	GV	SV
XTQ	JUL	90	GR	SR	XTQ	JUL	45	GI	SI
XTQ	JUL	95	GS	SS	XTQ	JUL	47 1/2	GW	SW
XTQ	JUL	100	GT	ST	XTQ	JUL	50	GJ	SJ
XTQ	JUL	105	GZ	SZ	XTQ	JUL	52 1/2	GX	SX
XTQ	JUL	110	GB	SB	XTQ	JUL	55	GK	SK
XTQ	JUL	115	GC	SC	XTQ	JUL	57 1/2	GY	SY
XTQ	JUL	120	GD	SD	XTQ	JUL	60	GL	SL
XTQ	JUL	125	GE	SE	XTQ	JUL	62 1/2	GT	ST
XTQ	AUG	45	HI	TI	XTQ	AUG	22 1/2	HR	TR
XTQ	AUG	50	HJ	TJ	XTQ	AUG	25	HE	TE
XTQ	AUG	55	HK	TK	XTQ	AUG	27 1/2	HS	TS
XTQ	AUG	60	HL	TL	XTQ	AUG	30	HF	TF
XTQ	AUG	65	HM	TM	XTQ	AUG	32 1/2	HZ	TZ
XTQ	AUG	70	HN	TN	XTQ	AUG	35	HG	TG

Express Scripts, Inc. (ESRX/XTQ)  
 (Before 6/25/2007)  
 (1 Contract)

			Calls	Puts
XTQ	AUG	75	HO	TO
XTQ	AUG	80	HP	TP
XTQ	AUG	85	HQ	TQ
XTQ	AUG	90	HR	TR
XTQ	AUG	95	HS	TS
XTQ	AUG	100	HT	TT
XTQ	AUG	105	HZ	TZ
XTQ	AUG	110	HB	TB
XTQ	AUG	115	HC	TC
XTQ	NOV	55	KK	WK
XTQ	NOV	60	KL	WL
XTQ	NOV	65	KM	WM
XTQ	NOV	70	KN	WN
XTQ	NOV	75	KO	WO
XTQ	NOV	80	KP	WP
XTQ	NOV	85	KQ	WQ
XTQ	NOV	90	KR	WR
XTQ	NOV	95	KS	WS
XTQ	NOV	100	KT	WT
XTQ	NOV	105	KZ	WZ
XTQ	NOV	110	KB	WB
XTQ	NOV	115	KC	WC
XTQ	NOV	120	KD	WD
XTQ	JAN	30	AF	MF
XTQ	JAN	35	AG	MG
XTQ	JAN	40	AH	MH
XTQ	JAN	45	AI	MI
XTQ	JAN	50	AJ	MJ
XTQ	JAN	55	AK	MK
XTQ	JAN	60	AL	ML
XTQ	JAN	65	AM	MM
XTQ	JAN	70	AN	MN
XTQ	JAN	75	AO	MO
XTQ	JAN	80	AP	MP
XTQ	JAN	85	AQ	MQ
XTQ	JAN	90	AR	MR
XTQ	JAN	95	AS	MS
XTQ	JAN	100	AT	MT
XTQ	JAN	105	AZ	MZ
XTQ	JAN	110	AB	MB
XTQ	JAN	120	AD	MD
XTQ	JAN	130	AX	MX
XTQ	FEB	70	BN	NN
XTQ	FEB	75	BO	NO
XTQ	FEB	80	BP	NP
XTQ	FEB	85	BQ	NQ
XTQ	FEB	90	BR	NR
XTQ	FEB	95	BS	NS
XTQ	FEB	100	BT	NT
XTQ	FEB	105	BZ	NZ
XTQ	FEB	110	BB	NB
XTQ	FEB	115	BC	NC
XTQ	FEB	120	BD	ND

Express Scripts, Inc. (ESRX/XTQ)  
 (Beginning 6/25/2007)  
 (2 Contracts)

			Calls	Puts
XTQ	AUG	37 1/2	HU	TU
XTQ	AUG	40	HH	TH
XTQ	AUG	42 1/2	HV	TV
XTQ	AUG	45	HI	TI
XTQ	AUG	47 1/2	HW	TW
XTQ	AUG	50	HJ	TJ
XTQ	AUG	52 1/2	HX	TX
XTQ	AUG	55	HK	TK
XTQ	AUG	57 1/2	HY	TY
XTQ	NOV	27 1/2	KS	WS
XTQ	NOV	30	KF	WF
XTQ	NOV	32 1/2	KZ	WZ
XTQ	NOV	35	KG	WG
XTQ	NOV	37 1/2	KU	WU
XTQ	NOV	40	KH	WH
XTQ	NOV	42 1/2	KV	WV
XTQ	NOV	45	KI	WI
XTQ	NOV	47 1/2	KW	WW
XTQ	NOV	50	KJ	WJ
XTQ	NOV	52 1/2	KX	WX
XTQ	NOV	55	KK	WK
XTQ	NOV	57 1/2	KY	WY
XTQ	NOV	60	KL	WL
XTQ	JAN	15	AC	MC
XTQ	JAN	17 1/2	AQ	MQ
XTQ	JAN	20	AD	MD
XTQ	JAN	22 1/2	AR	MR
XTQ	JAN	25	AE	ME
XTQ	JAN	27 1/2	AS	MS
XTQ	JAN	30	AF	MF
XTQ	JAN	32 1/2	AZ	MZ
XTQ	JAN	35	AG	MG
XTQ	JAN	37 1/2	AU	MU
XTQ	JAN	40	AH	MH
XTQ	JAN	42 1/2	AV	MV
XTQ	JAN	45	AI	MI
XTQ	JAN	47 1/2	AW	MW
XTQ	JAN	50	AJ	MJ
XTQ	JAN	52 1/2	AX	MX
XTQ	JAN	55	AK	MK
XTQ	JAN	60	AL	ML
XTQ	JAN	65	AM	MM
XTQ	FEB	35	BG	NG
XTQ	FEB	37 1/2	BU	NU
XTQ	FEB	40	BH	NH
XTQ	FEB	42 1/2	BV	NV
XTQ	FEB	45	BI	NI
XTQ	FEB	47 1/2	BW	NW
XTQ	FEB	50	BJ	NJ
XTQ	FEB	52 1/2	BX	NX
XTQ	FEB	55	BK	NK
XTQ	FEB	57 1/2	BY	NY
XTQ	FEB	60	BL	NL

Express Scripts, Inc. - 2009 Leap (ESRX/VTW)  
 (Before 6/25/2007)  
 (1 Contract)

			Calls	Put
VTW	JAN	50	AJ	MJ
VTW	JAN	60	AL	ML
VTW	JAN	70	AN	MN
VTW	JAN	80	AP	MP
VTW	JAN	90	AR	MR
VTW	JAN	100	AT	MT
VTW	JAN	110	AB	MB
VTW	JAN	120	AD	MD
VTW	JAN	130	AF	MF
VTW	JAN	140	AH	MH
VTW	JAN	145	AI	MI

Express Scripts, Inc. - 2009 Leap (ESRX/VTW)  
 (Beginning 6/25/2007)  
 (2 Contracts)

			Calls	Put
VTW	JAN	25	AE	ME
VTW	JAN	30	AF	MF
VTW	JAN	35	AG	MG
VTW	JAN	40	AH	MH
VTW	JAN	45	AI	MI
VTW	JAN	50	AJ	MJ
VTW	JAN	55	AK	MK
VTW	JAN	60	AL	ML
VTW	JAN	65	AM	MM
VTW	JAN	70	AN	MN
VTW	JAN	72 1/2	AB	MB

**Any additional XTQ 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.