

MEMORANDUM

To: All Option Members, Member Organizations and ROTs  
 From: Market Watch  
 Date: June 21, 2007  
 Re: **Gilead Sciences, Inc. (GDQ/GILD) - 2 for 1 Stock Split**

Gilead Sciences, Inc. (GDQ/GILD) has declared a 2 for 1 stock split payable to share holders of record on Thursday, May 24, 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 GDQ option contract for each option contract held. Further, on the ex-distribution date each GDQ series will have an adjusted exercise (strike) price equal to 1/2 of the exercise (strike) price for each GDQ series existing on the business day preceding the ex-distribution date. For example, beginning on Monday, June 25, 2007 an account holding (2) GDQ JUL 70 calls (GDQ GN) will hold (4) GDQ JUL 35 calls (GDQ GG). Customers should be advised that (1) contract in the adjusted GDQ series will still represent 100 shares of GILD 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:

Gilead Sciences, Inc. (GILD/GDQ) (Before 6/25/2007) (1 Contract)					Gilead Sciences, Inc. (GILD/GDQ) (Beginning 6/25/2007) (2 Contracts)				
			Calls	Puts			Calls	Puts	
GDQ	JUL	70	GN	SN	GDQ	JUL	35	GG	SG
GDQ	JUL	72 1/2	GV	SV	GDQ	JUL	36 1/4	GT	ST
GDQ	JUL	75	GO	SO	GDQ	JUL	37 1/2	GU	SU
GDQ	JUL	80	GP	SP	GDQ	JUL	40	GH	SH
GDQ	JUL	85	GQ	SQ	GDQ	JUL	42 1/2	GV	SV
GDQ	JUL	90	GR	SR	GDQ	JUL	45	GI	SI
GDQ	JUL	95	GS	SS	GDQ	JUL	47 1/2	GW	SW
GDQ	AUG	50	HJ	TJ	GDQ	AUG	25	HE	TE
GDQ	AUG	55	HK	TK	GDQ	AUG	27 1/2	HY	TY
GDQ	AUG	60	HL	TL	GDQ	AUG	30	HF	TF
GDQ	AUG	62 1/2	HB	TB	GDQ	AUG	31 1/4	HR	TR
GDQ	AUG	65	HM	TM	GDQ	AUG	32 1/2	HZ	TZ
GDQ	AUG	67 1/2	HZ	TZ	GDQ	AUG	33 3/4	HS	TS
GDQ	AUG	70	HN	TN	GDQ	AUG	35	HG	TG
GDQ	AUG	72 1/2	HV	TV	GDQ	AUG	36 1/4	HT	TT
GDQ	AUG	75	HO	TO	GDQ	AUG	37 1/2	HU	TU
GDQ	AUG	80	HP	TP	GDQ	AUG	40	HH	TH
GDQ	AUG	85	HQ	TQ	GDQ	AUG	42 1/2	HV	TV
GDQ	AUG	90	HR	TR	GDQ	AUG	45	HI	TI
GDQ	AUG	95	HS	TS	GDQ	AUG	47 1/2	HW	TW
GDQ	AUG	100	HT	TT	GDQ	AUG	50	HJ	TJ
GDQ	NOV	55	KK	WK	GDQ	NOV	27 1/2	KY	WY
GDQ	NOV	60	KL	WL	GDQ	NOV	30	KF	WF
GDQ	NOV	62 1/2	KB	WB	GDQ	NOV	31 1/4	KR	WR
GDQ	NOV	65	KM	WM	GDQ	NOV	32 1/2	KZ	WZ

GDQ	NOV	67 1/2	KZ	WZ	GDQ	NOV	33 3/4	KS	WS
GDQ	NOV	70	KN	WN	GDQ	NOV	35	KG	WG
GDQ	NOV	72 1/2	KV	WV	GDQ	NOV	36 1/4	KT	WT
GDQ	NOV	75	KO	WO	GDQ	NOV	37 1/2	KU	WU
GDQ	NOV	80	KP	WP	GDQ	NOV	40	KH	WH
GDQ	NOV	85	KQ	WQ	GDQ	NOV	42 1/2	KV	WV
GDQ	NOV	90	KR	WR	GDQ	NOV	45	KI	WI
GDQ	NOV	95	KS	WS	GDQ	NOV	47 1/2	KW	WW
GDQ	NOV	100	KT	WT	GDQ	NOV	50	KJ	WJ
GDQ	NOV	105	KA	WA	GDQ	NOV	52 1/2	KX	WX
GDQ	JAN	20	AD	MD	GDQ	JAN	10	AB	MB
GDQ	JAN	25	AE	ME	GDQ	JAN	12 1/2	AO	MO
GDQ	JAN	30	AF	MF	GDQ	JAN	15	AC	MC
GDQ	JAN	35	AG	MG	GDQ	JAN	17 1/2	AP	MP
GDQ	JAN	40	AH	MH	GDQ	JAN	20	AD	MD
GDQ	JAN	45	AI	MI	GDQ	JAN	22 1/2	AQ	MQ
GDQ	JAN	50	AJ	MJ	GDQ	JAN	25	AE	ME
GDQ	JAN	55	AK	MK	GDQ	JAN	27 1/2	AY	MY
GDQ	JAN	60	AL	ML	GDQ	JAN	30	AF	MF
GDQ	JAN	65	AM	MM	GDQ	JAN	32 1/2	AZ	MZ
GDQ	JAN	70	AN	MN	GDQ	JAN	35	AG	MG
GDQ	JAN	75	AO	MO	GDQ	JAN	37 1/2	AU	MU
GDQ	JAN	80	AP	MP	GDQ	JAN	40	AH	MH
GDQ	JAN	85	AQ	MQ	GDQ	JAN	42 1/2	AV	MV
GDQ	JAN	90	AR	MR	GDQ	JAN	45	AI	MI
GDQ	JAN	100	AT	MT	GDQ	JAN	50	AJ	MJ
GDQ	JAN	110	AY	MY	GDQ	JAN	55	AK	MK
GDQ	FEB	70	BN	NN	GDQ	FEB	35	BG	NG
GDQ	FEB	72 1/2	BV	NV	GDQ	FEB	36 1/4	BT	NT
GDQ	FEB	75	BO	NO	GDQ	FEB	37 1/2	BU	NU
GDQ	FEB	80	BP	NP	GDQ	FEB	40	BH	NH
GDQ	FEB	85	BQ	NQ	GDQ	FEB	42 1/2	BV	NV
GDQ	FEB	90	BR	NR	GDQ	FEB	45	BI	NI
GDQ	FEB	95	BS	NS	GDQ	FEB	47 1/2	BW	NW

Gilead Sciences, Inc. - 2009 Leap (GILD/OJK)  
(Before 6/25/2007)  
(1 Contract)

			Calls	Put
OJK	JAN	30	AF	MF
OJK	JAN	40	AH	MH
OJK	JAN	50	AJ	MJ
OJK	JAN	60	AL	ML
OJK	JAN	70	AN	MN
OJK	JAN	80	AP	MP
OJK	JAN	85	AQ	MQ
OJK	JAN	90	AR	MR
OJK	JAN	95	AS	MS
OJK	JAN	100	AT	MT
OJK	JAN	105	AA	MA
OJK	JAN	110	AB	MB
OJK	JAN	115	AC	MC
OJK	JAN	120	AD	MD

Gilead Sciences, Inc. - 2009 Leap (GILD/OJK)  
(Beginning 6/25/2007)  
(2 Contracts)

			Calls	Put
OJK	JAN	15	AC	MC
OJK	JAN	20	AD	MD
OJK	JAN	25	AE	ME
OJK	JAN	30	AF	MF
OJK	JAN	35	AG	MG
OJK	JAN	40	AH	MH
OJK	JAN	42 1/2	AV	MV
OJK	JAN	45	AI	MI
OJK	JAN	47 1/2	AW	MW
OJK	JAN	50	AJ	MJ
OJK	JAN	52 1/2	AX	MX
OJK	JAN	55	AK	MK
OJK	JAN	57 1/2	AA	MA
OJK	JAN	60	AL	ML

**Any additional GDQ 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.