

MEMORANDUM

To: All Option Members, Member Organizations and ROTs

From: Market Watch

Date: June 27, 2007

Subject: Biotech HOLDRs (BBH) - New 100 Share Option Contracts

Please be advised that new 100 share BBH options will be available for trading on Thursday, June 28, 2007.
 The list of strike prices and symbols available for trading is as follows:

Biotech HOLDRs (BBH) (Beginning 6/28/2007) (100 Shares BBH)					Biotech HOLDRs - 2009 LEAPs (OEE) (Beginning 6/28/2007) (100 Shares BBH)				
			Calls	Puts				Calls	Puts
BBH	JUL	160	GL	SL	OEE	JAN	160	AL	ML
BBH	JUL	165	GM	SM	OEE	JAN	165	AM	MM
BBH	JUL	170	GN	SN	OEE	JAN	170	AN	MN
BBH	AUG	160	HL	TL					
BBH	AUG	165	HM	TM					
BBH	AUG	170	HN	TN					
					Biotech HOLDRs - 2010 LEAPs (YEE) (Beginning 6/28/2007) (100 Shares BBH)				
BBH	OCT	160	JL	VL					
BBH	OCT	165	JM	VM				Calls	Puts
BBH	OCT	170	JN	VN	YEE	JAN	160	AL	ML
					YEE	JAN	165	AM	MM
BBH	JAN	160	AL	ML	YEE	JAN	170	AN	MN
BBH	JAN	165	AM	MM					
BBH	JAN	170	AN	MN					

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