

MEMORANDUM

To: All Option Members, Member Organizations and ROTs

From: Market Watch

Date: March 8, 2007

**Re: Jacobs Engineering Group Inc. (JEC) - 2 for 1 Stock Split**

Jacobs Engineering Group Inc. (JEC) has declared a 2 for 1 stock split payable to share holders of record on Thursday, February 15, 2007. Distribution date for the stock split will be Thursday, March 15, 2007. **Ex-distribution date for the stock split will be Friday, March 16, 2007.**

The Options Clearing Corporation (OCC), pursuant to OCC By-Laws, intends to issue on the distribution date (1) additional JEC option contract for each option contract held. Further, on the ex-distribution date each JEC series will have an adjusted exercise (strike) price equal to 1/2 of the exercise (strike) price for each JEC series existing on the business day preceding the ex-distribution date. For example, beginning on Friday, March 16, 2007 an account holding (2) JEC MAR 70 calls (JEC CN) will hold (4) JEC MAR 35 calls (JEC CG). Customers should be advised that (1) contract in the adjusted JEC series will still represent 100 shares of JEC common shares.

**POSITION/EXERCISE LIMITS:**

Position and exercise limits will change from 75,000 to 150,000 contracts until the expiration date of October 20, 2007

**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:

Jacobs Engineering Group Inc. (JEC) (Before 3/16/2007) (1 Contract)					Jacobs Engineering Group Inc. (JEC) (Beginning 3/16/2007) (2 Contracts)				
			Calls	Puts			Calls	Puts	
JEC	MAR	70	CN	ON	JEC	MAR	35	CG	OG
JEC	MAR	75	CO	OO	JEC	MAR	37 1/2	CU	OU
JEC	MAR	80	CP	OP	JEC	MAR	40	CH	OH
JEC	MAR	85	CQ	OQ	JEC	MAR	42 1/2	CV	OV
JEC	MAR	90	CR	OR	JEC	MAR	45	CI	OI
JEC	MAR	95	CS	OS	JEC	MAR	47 1/2	CW	OW
JEC	MAR	100	CT	OT	JEC	MAR	50	CJ	OJ
JEC	MAR	105	CA	OA	JEC	MAR	52 1/2	CX	OX
JEC	APR	70	DN	PN	JEC	APR	35	DG	PG
JEC	APR	75	DO	PO	JEC	APR	37 1/2	DU	PU
JEC	APR	80	DP	PP	JEC	APR	40	DH	PH
JEC	APR	85	DQ	PQ	JEC	APR	42 1/2	DV	PV
JEC	APR	90	DR	PR	JEC	APR	45	DI	PI
JEC	APR	95	DS	PS	JEC	APR	47 1/2	DW	PW
JEC	APR	100	DT	PT	JEC	APR	50	DJ	PJ
JEC	APR	105	DA	PA	JEC	APR	52 1/2	DX	PX

Jacobs Engineering Group Inc. (JEC)  
 (Before 3/16/2007)  
 (1 Contract)

			Calls	Puts
JEC	JUL	70	GN	SN
JEC	JUL	75	GO	SO
JEC	JUL	80	GP	SP
JEC	JUL	85	GQ	SQ
JEC	JUL	90	GR	SR
JEC	JUL	95	GS	SS
JEC	JUL	100	GT	ST
JEC	JUL	105	GA	SA
JEC	OCT	85	JQ	VQ
JEC	OCT	90	JR	VR
JEC	OCT	95	JS	VS

Jacobs Engineering Group Inc. (JEC)  
 (Beginning 3/16/2007)  
 (2 Contracts)

			Calls	Puts
JEC	JUL	35	GG	SG
JEC	JUL	37 1/2	GU	SU
JEC	JUL	40	GH	SH
JEC	JUL	42 1/2	GV	SV
JEC	JUL	45	GI	SI
JEC	JUL	47 1/2	GW	SW
JEC	JUL	50	GJ	SJ
JEC	JUL	52 1/2	GX	SX
JEC	OCT	42 1/2	JV	VV
JEC	OCT	45	JI	VI
JEC	OCT	47 1/2	JW	VW

**Any additional JEC 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.