

MEMORANDUM

To: All Option Members, Member Organizations and ROTs
 From: Market Watch
 Date: March 14, 2007
 Re: **New Options Listing: Sun Healthcare Group, Inc. (QUO/SUNH)**

The Philadelphia Stock Exchange (PHLX) will begin trading options on Sun Healthcare Group, Inc. (QUO/SUNH) effective Thursday, March 15, 2007

Specialist Unit: Group One Ltd
Position/Exercise Limit: 75,000 contracts
Expiration Cycle March
Option Symbol & Cusip No.: QUO: 866 933 401
Leap1 (2008) Sym & Cusip: LLT: N/A

Sun Healthcare Group, Inc. (QUO/SUNH)
 (Beginning 3/15/2007)

			Calls	Puts				Calls	Puts
QUO	MAR	7 1/2	CU	OU	QUO	JUN	7 1/2	FU	RU
QUO	MAR	10	CB	OB	QUO	JUN	10	FB	RB
QUO	MAR	12 1/2	CV	OV	QUO	JUN	12 1/2	FV	RV
QUO	MAR	15	CC	OC	QUO	JUN	15	FC	RC
QUO	APR	10	DB	PB	QUO	SEP	10	IB	UB
QUO	APR	12 1/2	DV	PV	QUO	SEP	12 1/2	IV	UV
QUO	APR	15	DC	PC	QUO	SEP	15	IC	UC

Sun Healthcare Group, Inc. - 2008 Leap (LLT/SUNH)

			Calls	Puts
LLT	JAN	10	AB	MB
LLT	JAN	12 1/2	AV	MV
LLT	JAN	15	AC	MC

Questions regarding this release may be directed to Market Watch at 1-800-THE-PHLX, choice #2 or (215) 496-1508.