

MEMORANDUM

To: All Options Members, Member Organizations and ROTs.

From: Market Watch

Date: March 16, 2007

Re: The Stanley Works (SWK)  
2008/2009 LEAPS TO BEGIN TRADING ON MARCH 19, 2007

Please be advised that the Philadelphia Stock Exchange (PHLX) will begin listing LEAPS on the following issue effective Monday, March 19, 2007:

Name: The Stanley Works (SWK)

LEAP Symbol(s): KBV - 2008  
XFG - 2009

P/E Limit: 75000 contracts

Specialist Unit: McGowan Investors, L.P.

Below find the 2008/2009 LEAPs call and put option strike prices and codes which will be available for trading on Monday, March 19, 2007:

The Stanley Works (SWK/KBV/XFG)

|         |     |    |  | <u>Calls</u> | <u>Puts</u> |
|---------|-----|----|--|--------------|-------------|
| KBV/XFG | JAN | 40 |  | AH           | MH          |
| KBV/XFG | JAN | 45 |  | AI           | MI          |
| KBV/XFG | JAN | 50 |  | AJ           | MJ          |
| KBV/XFG | JAN | 55 |  | AK           | MK          |
| KBV/XFG | JAN | 60 |  | AL           | ML          |
| KBV/XFG | JAN | 65 |  | AM           | MM          |
| KBV/XFG | JAN | 70 |  | AN           | MN          |

Questions regarding this release may be directed to Market Watch at 1-800-THE-PHLX, choice #2, or Options Services Department at (215) 496-1266.