

MEMORANDUM

To: All Options Members, Member Organizations and ROTs.
From: Market Watch
Date: March 23, 2007
Re: Dresser-Rand Group, Inc. (DRC)
2008/2009 LEAPS TO BEGIN TRADING ON MARCH 26, 2007

Please be advised that the Philadelphia Stock Exchange (PHLX) will begin listing LEAPS on the following issue effective Monday, March 26, 2007:

Name: Dresser-Rand Group, Inc. (DRC)
LEAP Symbol(s): KBO - 2008
ZAL - 2009
P/E Limit: 75000 contracts
Specialist Unit: Citadel Derivatives Trading Group LLC

Below find the 2008/2009 LEAPs call and put option strike prices and codes which will be available for trading on Monday, March 26, 2007:

Dresser-Rand Group, Inc. (DRC/KBO/ZAL)

				<u>Calls</u>	<u>Puts</u>
KBO/ZAL	JAN	25		AE	ME
KBO/ZAL	JAN	30		AF	MF
KBO/ZAL	JAN	35		AG	MG

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.