

MEMORANDUM

To: All Option Members, Member Organizations and ROTs
From: Market Watch
Date: March 26, 2007
Subject: Molecular Devices Corporation (MDCC/MCQ) Merger With MDS Inc. (MDZ)

On March 13, 2007, a tender offer by MDS Inc. (MDZ) to acquire all outstanding shares of Molecular Devices Corporation (MCQ) expired. A short-form merger followed the expiration of the offer. Pursuant to the merger terms, each MDCC share will be converted into the right to receive \$35.50 cash. **The merger became effective on Monday, March 26, 2007.**

***The foregoing is an unofficial summary of the terms of the Merger, prepared by the PHLX for the convenience of its members. PHLX accepts no responsibility for the accuracy or completeness of the summary. Members should refer to the proxy statement for the authoritative description of the merger terms and conditions.*

Pursuant to Options Clearing Corporation (OCC) By-Laws, all outstanding MCQ options will be adjusted as follows:

EFFECTIVE DATE: Tuesday, March 27, 2007
NEW DELIVERABLE: \$3,550.00 cash per contract (\$35.50 x 100)

Existing open interest in all MCQ options will remain until options are either exercised or expire. Since they are American style options, they are exercisable at the option of the holder.

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