

MEMORANDUM

To: All Option Members, Member Organizations and ROTs  
 From: Market Watch  
 Date: March 27, 2007  
 Re: **NIKE, Inc. (NKE) - 2 for 1 Stock Split**

NIKE, Inc. (NKE) has declared a 2 for 1 stock split payable to share holders of record on Monday, March 12, 2007. Distribution date for the stock split will be Monday, April 2, 2007. **Ex-distribution date for the stock split will be Tuesday, April 3, 2007.**

The Options Clearing Corporation (OCC), pursuant to OCC By-Laws, intends to issue on the distribution date (1) additional NKE option contract for each option contract held. Further, on the ex-distribution date each NKE series will have an adjusted exercise (strike) price equal to 1/2 of the exercise (strike) price for each NKE series existing on the business day preceding the ex-distribution date. For example, beginning on Tuesday, April 3, 2007 an account holding (2) NKE APR 55 calls (NKE DK) will hold (4) NKE APR 27 1/2 calls (NKE DA). Customers should be advised that (1) contract in the adjusted NKE series will still represent 100 shares of NKE common shares.

**POSITION/EXERCISE LIMITS:**

Position and exercise limits will change from 250,000 to 500,000 contracts until the expiration date of January 17, 2009

**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:

NIKE, Inc. (NKE) (Before 4/3/2007) (1 Contract)					NIKE, Inc. (NKE) (Beginning 4/3/2007) (2 Contracts)				
			Calls	Puts			Calls	Puts	
NKE	APR	55	DK	PK	NKE	APR	27 1/2	DA	PA
NKE	APR	60	DL	PL	NKE	APR	30	DF	PF
NKE	APR	65	DM	PM	NKE	APR	32 1/2	DB	PB
NKE	APR	70	DN	PN	NKE	APR	35	DG	PG
NKE	APR	75	DO	PO	NKE	APR	37 1/2	DU	PU
NKE	APR	80	DP	PP	NKE	APR	40	DH	PH
NKE	APR	85	DQ	PQ	NKE	APR	42 1/2	DV	PV
NKE	APR	90	DR	PR	NKE	APR	45	DI	PI
NKE	APR	95	DS	PS	NKE	APR	47 1/2	DW	PW
NKE	APR	100	DT	PT	NKE	APR	50	DJ	PJ
NKE	APR	105	DA	PA	NKE	APR	52 1/2	DX	PX
NKE	APR	110	DB	PB	NKE	APR	55	DK	PK
NKE	APR	115	DC	PC	NKE	APR	57 1/2	DY	PY
NKE	APR	120	DD	PD	NKE	APR	60	DL	PL
NKE	MAY	80	EP	QP	NKE	MAY	40	EH	QH
NKE	MAY	85	EQ	QQ	NKE	MAY	42 1/2	EV	QV
NKE	MAY	90	ER	QR	NKE	MAY	45	EI	QI
NKE	MAY	95	ES	QS	NKE	MAY	47 1/2	EW	QW
NKE	MAY	100	ET	QT	NKE	MAY	50	EJ	QJ
NKE	MAY	105	EA	QA	NKE	MAY	52 1/2	EX	QX
NKE	MAY	110	EB	QB	NKE	MAY	55	EK	QK
NKE	MAY	115	EC	QC	NKE	MAY	57 1/2	EY	QY
NKE	MAY	120	ED	QD	NKE	MAY	60	EL	QL
NKE	MAY	125	EE	QE	NKE	MAY	62 1/2	EZ	QZ
NKE	MAY	130	EF	QF	NKE	MAY	65	EM	QM

NKE	JUL	70	GN	SN	NKE	JUL	35	GG	SG
NKE	JUL	75	GO	SO	NKE	JUL	37 1/2	GU	SU
NKE	JUL	80	GP	SP	NKE	JUL	40	GH	SH
NKE	JUL	85	GQ	SQ	NKE	JUL	42 1/2	GV	SV
NKE	JUL	90	GR	SR	NKE	JUL	45	GI	SI
NKE	JUL	95	GS	SS	NKE	JUL	47 1/2	GW	SW
NKE	JUL	100	GT	ST	NKE	JUL	50	GJ	SJ
NKE	JUL	105	GA	SA	NKE	JUL	52 1/2	GX	SX
NKE	JUL	110	GB	SB	NKE	JUL	55	GK	SK
NKE	JUL	115	GC	SC	NKE	JUL	57 1/2	GY	SY
NKE	JUL	120	GD	SD	NKE	JUL	60	GL	SL
NKE	OCT	80	JP	VP	NKE	OCT	40	JH	VH
NKE	OCT	85	JQ	VQ	NKE	OCT	42 1/2	JV	VV
NKE	OCT	90	JR	VR	NKE	OCT	45	JI	VI
NKE	OCT	95	JS	VS	NKE	OCT	47 1/2	JW	VW
NKE	OCT	100	JT	VT	NKE	OCT	50	JJ	VJ
NKE	OCT	105	JA	VA	NKE	OCT	52 1/2	JX	VX
NKE	OCT	110	JB	VB	NKE	OCT	55	JK	VK
NKE	OCT	115	JC	VC	NKE	OCT	57 1/2	JY	VY
NKE	OCT	120	JD	VD	NKE	OCT	60	JL	VL
NKE	OCT	125	JE	VE	NKE	OCT	62 1/2	JZ	VZ
NKE	OCT	130	JF	VF	NKE	OCT	65	JM	VM

NIKE, Inc. - 2008 Leap (WNK)  
(Before 4/3/2007)  
(1 Contract)

			Calls	Put
WNK	JAN	60	AL	ML
WNK	JAN	70	AN	MN
WNK	JAN	75	AO	MO
WNK	JAN	80	AP	MP
WNK	JAN	85	AQ	MQ
WNK	JAN	90	AR	MR
WNK	JAN	100	AT	MT
WNK	JAN	110	AB	MB
WNK	JAN	120	AD	MD
WNK	JAN	130	AF	MF

NIKE, Inc. - 2008 Leap (WNK)  
(Beginning 4/3/2007)  
(2 Contracts)

			Calls	Put
WNK	JAN	30	AF	MF
WNK	JAN	35	AG	MG
WNK	JAN	37 1/2	AU	MU
WNK	JAN	40	AH	MH
WNK	JAN	42 1/2	AV	MV
WNK	JAN	45	AI	MI
WNK	JAN	50	AJ	MJ
WNK	JAN	55	AK	MK
WNK	JAN	60	AL	ML
WNK	JAN	65	AM	MM

NIKE, Inc. - 2009 Leap (VNK)  
(Before 4/3/2007)  
(1 Contract)

			Calls	Put
VNK	JAN	60	AL	ML
VNK	JAN	70	AN	MN
VNK	JAN	80	AP	MP
VNK	JAN	90	AR	MR
VNK	JAN	100	AT	MT
VNK	JAN	110	AB	MB
VNK	JAN	120	AD	MD
VNK	JAN	130	AF	MF
VNK	JAN	140	AH	MH
VNK	JAN	150	AJ	MJ

NIKE, Inc. - 2009 Leap (VNK)  
(Beginning 4/3/2007)  
(2 Contracts)

			Calls	Put
VNK	JAN	30	AF	MF
VNK	JAN	35	AG	MG
VNK	JAN	40	AH	MH
VNK	JAN	45	AI	MI
VNK	JAN	50	AJ	MJ
VNK	JAN	55	AK	MK
VNK	JAN	60	AL	ML
VNK	JAN	65	AM	MM
VNK	JAN	70	AN	MN
VNK	JAN	75	AO	MO

**Any additional NKE 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.