

**MEMORANDUM**

To: Members and Member Organizations

From: Angela Dunn  
Legal Department

Date: March 27, 2007

Re: Proposed Rule Changes to Order and Decorum Regulations

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The Securities and Exchange Commission has published for notification a proposed rule change to amend certain Order and Decorum Regulations. A copy of the proposed rule change, SR-Phlx-2006-61, Amendment 2, is available at [www.phlx.com](http://www.phlx.com). Please note that among other things, the proposed rule change sets forth regulations relating to trash, litter and vandalism on the trading floor, specifically prohibits the use of profanity on the trading floor and also amends the current dress code.

This proposed rule change will become effective after the Exchange receives an order granting approval from the Securities and Exchange Commission. The Exchange will issue a separate notice after receiving such approval.

If you have any questions regarding this proposal please contact Angela Dunn, Legal Department, at (215) 496-5692.