

MEMORANDUM

To: All Options Members, Member Organizations and ROTs.

From: Market Watch

Date: May 21, 2007

Re: Salix Pharmaceuticals, Ltd. (SLXP/PQN)
2009 LEAPS TO BEGIN TRADING ON MAY 22, 2007

Please be advised that the Philadelphia Stock Exchange (PHLX) will begin listing LEAPS on the following issue effective Tuesday, May 22, 2007:

Name: Salix Pharmaceuticals, Ltd. (SLXP/PQN)

LEAP Symbol(s): OQS - 2009

P/E Limit: 75000 contracts

Specialist Unit: LaBranche Structured Prod. LLC

Below find the 2009 LEAPs call and put option strike prices and codes which will be available for trading on Tuesday, May 22, 2007:

Salix Pharmaceuticals, Ltd. (PQN/OQS)

			<u>Calls</u>	<u>Puts</u>
OQS	JAN	12 1/2	AV	MV
OQS	JAN	15	AC	MC
OQS	JAN	17 1/2	AW	MW

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.

****The 2010 symbol will be KQY****