

MEMORANDUM

To: All Option Members, Member Organizations and ROTs

From: Market Watch

Date: May 23, 2007

Subject: Federated Department Stores, Inc. (FD) - (Changes to - Name, Option/Ticker Symbol, Cusip Number)

The Philadelphia Stock Exchange (PHLX) has been advised that Federated Department Stores, Inc. (FD) Common Stock will have the following changes made, on the date shown below:

Effective Date of Change:	Friday, June 1, 2007
Issue Name:	Changed to Macys Inc.
Stock Symbol:	FD becomes M
Option Symbol:	FD becomes M
Leap Symbols:	No Change
Primary Exchange:	No Change
Cusip Number:	314 10H 101 becomes 556 16P 104

Federated Department Stores, Inc. (FD)
(Before 6/1/2007)

Macys Inc. (M)
(Beginning 6/1/2007)

			Calls	Puts				Calls	Puts
FD	JUN	35	FG	RG	M	JUN	35	FG	RG
FD	JUN	37 1/2	FU	RU	M	JUN	37 1/2	FU	RU
FD	JUN	40	FH	RH	M	JUN	40	FH	RH
FD	JUN	42 1/2	FV	RV	M	JUN	42 1/2	FV	RV
FD	JUN	45	FI	RI	M	JUN	45	FI	RI
FD	JUN	47 1/2	FW	RW	M	JUN	47 1/2	FW	RW
FD	JUN	50	FJ	RJ	M	JUN	50	FJ	RJ
FD	JUN	52 1/2	FX	RX	M	JUN	52 1/2	FX	RX
FD	JUN	55	FK	RK	M	JUN	55	FK	RK
FD	JUL	30	GF	SF	M	JUL	30	GF	SF
FD	JUL	32 1/2	GZ	SZ	M	JUL	32 1/2	GZ	SZ
FD	JUL	35	GG	SG	M	JUL	35	GG	SG
FD	JUL	37 1/2	GU	SU	M	JUL	37 1/2	GU	SU
FD	JUL	40	GH	SH	M	JUL	40	GH	SH
FD	JUL	42 1/2	GV	SV	M	JUL	42 1/2	GV	SV
FD	JUL	45	GI	SI	M	JUL	45	GI	SI
FD	JUL	47 1/2	GW	SW	M	JUL	47 1/2	GW	SW
FD	JUL	50	GJ	SJ	M	JUL	50	GJ	SJ
FD	AUG	30	HF	TF	M	AUG	30	HF	TF
FD	AUG	32 1/2	HZ	TZ	M	AUG	32 1/2	HZ	TZ
FD	AUG	35	HG	TG	M	AUG	35	HG	TG
FD	AUG	37 1/2	HU	TU	M	AUG	37 1/2	HU	TU
FD	AUG	40	HH	TH	M	AUG	40	HH	TH
FD	AUG	42 1/2	HV	TV	M	AUG	42 1/2	HV	TV
FD	AUG	45	HI	TI	M	AUG	45	HI	TI
FD	AUG	47 1/2	HW	TW	M	AUG	47 1/2	HW	TW
FD	AUG	50	HJ	TJ	M	AUG	50	HJ	TJ
FD	AUG	52 1/2	HX	TX	M	AUG	52 1/2	HX	TX
FD	AUG	55	HK	TK	M	AUG	55	HK	TK

FD	NOV	32 1/2	KZ	WZ	M	NOV	32 1/2	KZ	WZ
FD	NOV	35	KG	WG	M	NOV	35	KG	WG
FD	NOV	37 1/2	KU	WU	M	NOV	37 1/2	KU	WU
FD	NOV	40	KH	WH	M	NOV	40	KH	WH
FD	NOV	42 1/2	KV	WV	M	NOV	42 1/2	KV	WV
FD	NOV	45	KI	WI	M	NOV	45	KI	WI
FD	NOV	47 1/2	KW	WW	M	NOV	47 1/2	KW	WW
FD	NOV	50	KJ	WJ	M	NOV	50	KJ	WJ
FD	NOV	52 1/2	KX	WX	M	NOV	52 1/2	KX	WX
FD	NOV	55	KK	WK	M	NOV	55	KK	WK
FD	NOV	60	KL	WL	M	NOV	60	KL	WL

Customers should be advised that all Good-til-Cancelled (GTC) orders not on AUTOM must be cancelled and re-entered prior to the effective date. GTC AUTOM orders will be deleted by PHLX Service Desk/AUTOM personnel.

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