

MEMORANDUM

To: All Option Members, Member Organizations and ROTs
 From: Market Watch
 Date: November 26, 2007
 Subject: GlobalSantaFe Corporation (GSF) Merger With Transocean Inc. (RIG) **EFFECTIVE**

On Friday, November 9, 2007, the shareholders of GlobalSantaFe Corporation (GSF) voted to approve the proposed merger with Transocean Inc. (RIG). Pursuant to the merger terms each GSF share will be converted into the right to receive 0.4757 (New) Transocean Inc. (RIG) Ordinary Shares plus \$22.46 cash. Cash will be paid in lieu of fractional shares. **The merger will become effective prior to the opening of business on Tuesday, November 27, 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 GSF options will be adjusted as follows:

EFFECTIVE DATE: Tuesday, November 27, 2007.
SYMBOL(s): GSF/VEJ/WEJ becomes GWK/XVM/YHO respectively
POS/EXERCISE LIMIT: 500,000 contracts until January 2010 expiration; where limits revert to 250,000
MULTIPLIER: 100*(eg., Premium of 1.00 = \$100)
NEW DELIVERABLE: 1) 47 (New) Transocean Inc. (RIG) Ordinary Shares
 2) Cash in lieu of 0.57 fractional RIG Shares
 3) \$2,246.00 cash per contract (\$22.46 x 100)

GlobalSantaFe Corp. (GSF) (Before 11/27/2007) 100 shares GSF					GlobalSantaFe Corp. (GWK) (Beginning 11/27/2007) (See New Deliverable Above)				
			Calls	Puts				Calls	Puts
GSF	DEC	65	LM	XM	GWK	DEC	65	LM	XM
GSF	DEC	67 1/2	LU	XU	GWK	DEC	67 1/2	LU	XU
GSF	DEC	70	LN	XN	GWK	DEC	70	LN	XN
GSF	DEC	72 1/2	LV	XV	GWK	DEC	72 1/2	LV	XV
GSF	DEC	75	LO	XO	GWK	DEC	75	LO	XO
GSF	DEC	80	LP	XP	GWK	DEC	80	LP	XP
GSF	DEC	85	LQ	XQ	GWK	DEC	85	LQ	XQ
GSF	DEC	90	LR	XR	GWK	DEC	90	LR	XR
GSF	DEC	95	LS	XS	GWK	DEC	95	LS	XS
GSF	JAN	25	AE	ME	GWK	JAN	25	AE	ME
GSF	JAN	30	AF	MF	GWK	JAN	30	AF	MF
GSF	JAN	35	AG	MG	GWK	JAN	35	AG	MG
GSF	JAN	40	AH	MH	GWK	JAN	40	AH	MH
GSF	JAN	45	AI	MI	GWK	JAN	45	AI	MI
GSF	JAN	50	AJ	MJ	GWK	JAN	50	AJ	MJ
GSF	JAN	55	AK	MK	GWK	JAN	55	AK	MK
GSF	JAN	60	AL	ML	GWK	JAN	60	AL	ML
GSF	JAN	65	AM	MM	GWK	JAN	65	AM	MM
GSF	JAN	70	AN	MN	GWK	JAN	70	AN	MN
GSF	JAN	75	AO	MO	GWK	JAN	75	AO	MO
GSF	JAN	80	AP	MP	GWK	JAN	80	AP	MP
GSF	JAN	85	AQ	MQ	GWK	JAN	85	AQ	MQ
GSF	JAN	90	AR	MR	GWK	JAN	90	AR	MR
GSF	JAN	95	AS	MS	GWK	JAN	95	AS	MS
GSF	JAN	100	AT	MT	GWK	JAN	100	AT	MT
GSF	JAN	110	AB	MB	GWK	JAN	110	AB	MB

GSF	APR	55	DK	PK	GWK	APR	55	DK	PK
GSF	APR	57 1/2	DY	PY	GWK	APR	57 1/2	DY	PY
GSF	APR	60	DL	PL	GWK	APR	60	DL	PL
GSF	APR	62 1/2	DZ	PZ	GWK	APR	62 1/2	DZ	PZ
GSF	APR	65	DM	PM	GWK	APR	65	DM	PM
GSF	APR	67 1/2	DU	PU	GWK	APR	67 1/2	DU	PU
GSF	APR	70	DN	PN	GWK	APR	70	DN	PN
GSF	APR	72 1/2	DV	PV	GWK	APR	72 1/2	DV	PV
GSF	APR	75	DO	PO	GWK	APR	75	DO	PO
GSF	APR	80	DP	PP	GWK	APR	80	DP	PP
GSF	APR	85	DQ	PQ	GWK	APR	85	DQ	PQ
GSF	APR	90	DR	PR	GWK	APR	90	DR	PR
GSF	APR	95	DS	PS	GWK	APR	95	DS	PS
GSF	APR	100	DT	PT	GWK	APR	100	DT	PT
GSF	JUL	70	GN	SN	GWK	JUL	70	GN	SN
GSF	JUL	72 1/2	GV	SV	GWK	JUL	72 1/2	GV	SV
GSF	JUL	75	GO	SO	GWK	JUL	75	GO	SO
GSF	JUL	80	GP	SP	GWK	JUL	80	GP	SP
GSF	JUL	85	GQ	SQ	GWK	JUL	85	GQ	SQ
GSF	JUL	90	GR	SR	GWK	JUL	90	GR	SR
GSF	JUL	95	GS	SS	GWK	JUL	95	GS	SS

GlobalSantaFe Corp. - 2009 Leap (GSF/VEJ)
(Before 11/27/2007)
100 shares GSF

			Call	Put
VEJ	JAN	40	AH	MH
VEJ	JAN	50	AJ	MJ
VEJ	JAN	60	AL	ML
VEJ	JAN	70	AN	MN
VEJ	JAN	80	AP	MP
VEJ	JAN	90	AR	MR
VEJ	JAN	100	AT	MT
VEJ	JAN	110	AB	MB

GlobalSantaFe Corp. - 2010 Leap (GSF/WEJ)
(Before 11/27/2007)
100 shares GSF

			Call	Put
WEJ	JAN	50	AJ	MJ
WEJ	JAN	60	AL	ML
WEJ	JAN	70	AN	MN
WEJ	JAN	80	AP	MP
WEJ	JAN	90	AR	MR
WEJ	JAN	100	AT	MT
WEJ	JAN	110	AB	MB

GlobalSantaFe Corp. - 2009 Leap (GSF~~X~~VVM)
(Beginning 11/27/2007)
(See New Deliverable Above)

			Call	Put
XVM	JAN	40	AH	MH
XVM	JAN	50	AJ	MJ
XVM	JAN	60	AL	ML
XVM	JAN	70	AN	MN
XVM	JAN	80	AP	MP
XVM	JAN	90	AR	MR
XVM	JAN	100	AT	MT
XVM	JAN	110	AB	MB

GlobalSantaFe Corp. - 2010 Leap (GSF/YHO)
(Beginning 11/27/2007)
(See New Deliverable Above)

			Call	Put
YHO	JAN	50	AJ	MJ
YHO	JAN	60	AL	ML
YHO	JAN	70	AN	MN
YHO	JAN	80	AP	MP
YHO	JAN	90	AR	MR
YHO	JAN	100	AT	MT
YHO	JAN	110	AB	MB

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 person

Questions regarding this release may be directed to Market Watch at 1-800-THE-PHLX, choice #2, or (215) 496-538