

MEMORANDUM

TO: All Option Members, Member Organizations and ROTs

FROM: Market Watch

DATE: November 29, 2007

RE: **PHLX Marine Shipping SectorSM (SHXSM) - Components and Specifications**

The following information pertains to the PHLX Marine Shipping SectorSM (SHXSM), which is scheduled to begin trading on the PHLX on Friday, November 30, 2007.

PHLX Marine Shipping SectorSM (SHXSM)

Symbol: SHX
Alternate Symbol: SVF
Settlement Symbol: SSH
Settlement Value: Based on the **opening** prices of the component stocks on the last trading day prior to expiration
Position/Exercise Limits: 31,500 contracts
Exercise Style: European
Trading Hours: 9:30 a.m. to 4:00 p.m., EST
Calculation method: Equal-dollar weighted
CUSIP Number: 693-331-100
Index Divisor: **384.0706**

<u>STOCK SYMBOL</u>	<u>COMPANY NAME</u>	<u>COMPONENT SHARES</u>
ACLI	American Commercial Lines	498
ALEX	Alexander & Baldwin, Inc.	205
DRYS	DryShips, Inc.	87
DSX	Diana Shipping, Inc.	267
EGLE	Eagle Bulk Shipping Inc.	333
EXM	Excel Maritime Carriers Ltd.	130
FRO	Frontline Limited	226
GMR	General Maritime Corporation	384
KEX	Kirby Corporation	223
NAT	Nordic American Tanker Shipping	267
OSG	Overseas Shipbuilding Group	140
SFL	Ship Finance International Ltd.	374
SSW	Seaspan Corporation	310
TK	Teekay Corporation	173
TNP	Tsakos Energy Navigation Ltd.	288
VLCCF	Knightsbridge Tankers Ltd.	393

Questions regarding this release may be directed to Market Watch at 1-800-THE-PHLX, choice #2, or (215) 496-5380.