

MEMORANDUM

To: All Option Members, Member Organizations and ROTs

From: Market Watch

Date: October 8, 2007

Subject: Archstone-Smith Trust (ASN) MERGER EFFECTIVE

On Tuesday, August 21, 2007, the shareholders of Archstone-Smith Trust (ASN) voted to approve the proposed merger with Tishman Speyer Real Estate Venture VII, L.P. and Lehman Brohers Holdings Inc. Pursuant to the merger terms each ASN share will be converted into the right to receive \$60.75 cash. **The merger became effective on Friday, October 5, 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 ASN options will be adjusted as follows:

EFFECTIVE DATE: Monday, October 8, 2007
NEW DELIVERABLE: \$6,075.00 cash per contract (\$60.75 x 100)

Existing open interest in all ASN options will remain until options are exercised or expire. Since they are American style options, they are exercisable at the option of the holder.

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