

MEMORANDUM

To: All Option Members, Member Organizations and ROTs

From: Market Watch

Date: September 21, 2007

Subject: Clear Channel Communication (CCU) Pending Merger

On Tuesday, September 25, 2007, the shareholders of Clear Channel Communications Inc. (CCU) will vote to approve the proposed merger with a subsidiary of CC Media Holdings Inc.. Pursuant to the merger terms each CCU share will be converted as follows:

Stock Consideration: Approximately 30% of all outstanding CCU Common shares will be converted into one (1) Class A Common Share of CC Media Holdings, Inc., subject to adjustment.

Cash Consideration: The remainder of all outstanding CCU Common shares will be converted into \$39.20 cash for each CCU Common Share, subject to adjustment.

Within the terms of the merger, CCU shareholders may choose one of the following:

Cash Election: Elect to receive \$39.20 cash for each CCU Common Share; OR

Stock Election: Elect to receive one (1) CC Media Holdings, Inc. Class A Common Share

ELECTION DEADLINE:

Elections must be submitted to the Exchange Agent prior to the election deadline, which is **5:00 PM, New York City Time, Monday, September 24, 2007. There is NO provision for "Notices of Guaranteed Delivery". Only CCU shareholders as of the record date, August 20, 2007, are entitled to make an election.**

The merger will become effective on a date to be announced.

***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 CCU options will be adjusted as follows:

EFFECTIVE DATE: Option changes are expected to become effective on a date to be announced
NEW DELIVERABLE: The deliverable for adjusted CCU/VYU/WVX options will be based on the merger consideration which accrues to Non-Electing shareholders.

**1) 3,920.00 cash per contract (\$39.20 x 100);
subject to adjustment if the merger is not completed by January 1, 2008.**

Existing open interest in all CCU 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) 496-5380.