

MEMORANDUM

To: All Option Members, Member Organizations and ROTs
 From: Market Watch
 Date: September 21, 2007
 Re: **NCR Corporation (NCR) - Stock Distributor**

NCR Corporation (NCR) has declared a distribution of Common Stock of (New) Teradata Corporation (TDC) to NCR shareholders of record, September 14, 2007. Distribution will be prior to the opening of business on Monday, October 1, 2007. **Ex-distribution is October 1, 2007.** The distribution will be 1 share of (New) Teradata Corporation per share of NCR Cor[

Accordingly, pursuant to OCC By-Laws, all NCR options on the ex-distribution date must be adjusted as follows:

Adjustment Date: **Effective Monday, October 1, 2007.**
 Symbol(s): **NCR/XPN/KBI becomes NHZ/ZHX/LHM**
 Strike Price: Unchanged
 Multiplier: 100 (e.g., Premium of 1.00 = \$100)
 New Deliverable: **1) 100 Shares of NCR Corporation**
2) 100 Shares of (New) Teradata Corporation (TDC)

GOOD-TILL-CANCELLED (GTC) ORDERS:

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

NCR Corporation (NCR) (Before 10/1/2007) (100 shrs NCR)					NCR Corporation (NHZ) (Beginning 10/1/2007) (See new deliverable above)				
			Calls	Puts			Calls	Puts	
NCR	OCT	35	JG	VG	NHZ	OCT	35	JG	VG
NCR	OCT	40	JH	VH	NHZ	OCT	40	JH	VH
NCR	OCT	45	JI	VI	NHZ	OCT	45	JI	VI
NCR	OCT	50	JJ	VJ	NHZ	OCT	50	JJ	VJ
NCR	OCT	55	JK	VK	NHZ	OCT	55	JK	VK
NCR	OCT	60	JL	VL	NHZ	OCT	60	JL	VL
NCR	OCT	65	JM	VM	NHZ	OCT	65	JM	VM
NCR	NOV	40	KH	WH	NHZ	NOV	40	KH	WH
NCR	NOV	45	KI	WI	NHZ	NOV	45	KI	WI
NCR	NOV	50	KJ	WJ	NHZ	NOV	50	KJ	WJ
NCR	NOV	55	KK	WK	NHZ	NOV	55	KK	WK
NCR	NOV	60	KL	WL	NHZ	NOV	60	KL	WL
NCR	JAN	40	AH	MH	NHZ	JAN	40	AH	MH
NCR	JAN	45	AI	MI	NHZ	JAN	45	AI	MI
NCR	JAN	50	AJ	MJ	NHZ	JAN	50	AJ	MJ
NCR	JAN	55	AK	MK	NHZ	JAN	55	AK	MK
NCR	JAN	60	AL	ML	NHZ	JAN	60	AL	ML
NCR	JAN	65	AM	MM	NHZ	JAN	65	AM	MM
NCR	APR	35	DG	PG	NHZ	APR	35	DG	PG
NCR	APR	40	DH	PH	NHZ	APR	40	DH	PH
NCR	APR	45	DI	PI	NHZ	APR	45	DI	PI
NCR	APR	50	DJ	PJ	NHZ	APR	50	DJ	PJ
NCR	APR	55	DK	PK	NHZ	APR	55	DK	PK
NCR	APR	60	DL	PL	NHZ	APR	60	DL	PL

NCR Corporation - 2009 Leap (XPN)
 (Before 10/1/2007)
 (100 shrs NCR)

			Calls	Put
XPN	JAN	40	AH	MH
XPN	JAN	45	AI	MI
XPN	JAN	50	AJ	MJ
XPN	JAN	55	AK	MK
XPN	JAN	60	AL	ML
XPN	JAN	65	AM	MM
XPN	JAN	70	AN	MN
XPN	JAN	75	AO	MO

NCR Corporation - 2009 Leap (ZHX)
 (Beginning 10/1/2007)
 (See new deliverable above)

			Calls	Put
ZHX	JAN	40	AH	MH
ZHX	JAN	45	AI	MI
ZHX	JAN	50	AJ	MJ
ZHX	JAN	55	AK	MK
ZHX	JAN	60	AL	ML
ZHX	JAN	65	AM	MM
ZHX	JAN	70	AN	MN
ZHX	JAN	75	AO	MO

NCR Corporation - 2010 Leap (KBI)
 (Before 10/1/2007)
 (100 shrs NCR)

			Calls	Put
KBI	JAN	30	AF	MF
KBI	JAN	40	AH	MH
KBI	JAN	50	AJ	MJ
KBI	JAN	60	AL	ML
KBI	JAN	70	AN	MN

NCR Corporation - 2010 Leap (LHM)
 (Beginning 10/1/2007)
 (See new deliverable above)

			Calls	Put
LHM	JAN	30	AF	MF
LHM	JAN	40	AH	MH
LHM	JAN	50	AJ	MJ
LHM	JAN	60	AL	ML
LHM	JAN	70	AN	MN

Any additional NCR series that are added prior to the ex-date will also be adjusted in the manner described above

The new NCR option contracts representing 100 shares of NCR, will be admitted to trading on Tuesday, October 2, 2007. Strike prices and expiration months will be announced on a separate release prior to that date.

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