



SERIES ADJUSTMENT - 2007-201016
ONN INFORMATION CIRCULAR # 201016
June 28, 2007

MORGAN STANLEY (MS)
Stock Distribution
Ex-Distribution Date: 7/2/2007

Morgan Stanley (MS) has declared a Stock Distribution of .5 Discover Financial Services (DFS) Common Shares payable to share holders of record Monday, June 18, 2007. Distribution date for the stock distribution will be Saturday, June 30, 2007. **Ex-distribution date for the stock distribution will be Monday, July 2, 2007**

Pending Contract Adjustments

Pursuant to the by-laws of The Options Clearing Corporation ("OCC"), all Morgan Stanley options will be adjusted as follows:

Adjustment Date:	Monday, July 2, 2007
BOX Underlying Symbol(s):	MS becomes MQS
OPRA Option Symbol(s):	MS becomes MQS VWD becomes XMJ WWD becomes KMS
No. Of Contracts :	Unchanged
Multiplier:	100 (e.g. Premium of 1.00 = \$100)
New Deliverable/Contract:	1) 100 Morgan Stanley (MS) Common Shares 2) 50 Discover Financial Services (DFS) Common Shares

PLEASE NOTE - DUE TO THE ADJUSTED OPTIONS INVOLVING AN UNDERLYING CONSISTING OF MS AND DFS, THE UNDERLYING SYMBOL FOR THESE ADJUSTED OPTIONS WILL BE LISTED ON THE BOX PLATFORM AS MQS. CONSEQUENTLY, EACH PARTICIPANT MAY NEED TO MANUALLY PRICE THE ADJUSTED OPTIONS DUE TO THE FACT THAT MQS DOES NOT TRADE AS AN UNDERLYING IN THE U.S MARKET

GTC Order Cancellation:

On Friday, June 29, 2007, immediately after the BOX close, all resting orders for MS options in the BOX order book will be cancelled by the BOX Market Operations Center. If a BOX participant wishes to enter orders for the adjusted MQS series, the BOX participant will need to reenter the orders before the open on Monday, July 2, 2007.

MORGAN STANLEY(MS)
(Before - 7/2/2007)
100 shrs MS

MORGAN STANLEY(MQS)
(Beginning - 7/2/2007)
See New Deliverable Above

<u>3OX Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>	<u>BOX Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>
MS	MS	Jul	60	GL/SL	MQS	MQS	Jul	60	GL/SL
MS	MS	Jul	65	GM/SM	MQS	MQS	Jul	65	GM/SM
MS	MS	Jul	70	GN/SN	MQS	MQS	Jul	70	GN/SN
MS	MS	Jul	75	GO/SO	MQS	MQS	Jul	75	GO/SO
MS	MS	Jul	80	GP/SP	MQS	MQS	Jul	80	GP/SP
MS	MS	Jul	85	GQ/SQ	MQS	MQS	Jul	85	GQ/SQ
MS	MS	Jul	90	GR/SR	MQS	MQS	Jul	90	GR/SR
MS	MS	Jul	95	GS/SS	MQS	MQS	Jul	95	GS/SS
MS	MS	Jul	100	GT/ST	MQS	MQS	Jul	100	GT/ST
MS	MS	Aug	65	HM/TM	MQS	MQS	Aug	65	HM/TM
MS	MS	Aug	70	HN/TN	MQS	MQS	Aug	70	HN/TN
MS	MS	Aug	75	HO/TO	MQS	MQS	Aug	75	HO/TO
MS	MS	Aug	80	HP/TP	MQS	MQS	Aug	80	HP/TP
MS	MS	Aug	85	HQ/TQ	MQS	MQS	Aug	85	HQ/TQ
MS	MS	Aug	90	HR/TR	MQS	MQS	Aug	90	HR/TR
MS	MS	Aug	95	HS/TS	MQS	MQS	Aug	95	HS/TS
MS	MS	Aug	100	HT/TT	MQS	MQS	Aug	100	HT/TT
MS	MS	Aug	105	HA/TA	MQS	MQS	Aug	105	HA/TA
MS	MS	Aug	110	HB/TB	MQS	MQS	Aug	110	HB/TB
MS	MS	Oct	60	JL/VL	MQS	MQS	Oct	60	JL/VL
MS	MS	Oct	65	JM/VM	MQS	MQS	Oct	65	JM/VM
MS	MS	Oct	70	JN/VN	MQS	MQS	Oct	70	JN/VN
MS	MS	Oct	75	JO/VO	MQS	MQS	Oct	75	JO/VO
MS	MS	Oct	80	JP/VP	MQS	MQS	Oct	80	JP/VP
MS	MS	Oct	85	JQ/VQ	MQS	MQS	Oct	85	JQ/VQ
MS	MS	Oct	90	JR/VR	MQS	MQS	Oct	90	JR/VR
MS	MS	Oct	95	JS/VS	MQS	MQS	Oct	95	JS/VS
MS	MS	Oct	100	JT/VT	MQS	MQS	Oct	100	JT/VT
MS	MS	Oct	105	JA/VA	MQS	MQS	Oct	105	JA/VA
MS	MS	Oct	110	JB/VB	MQS	MQS	Oct	110	JB/VB
MS	MS	Jan	30	AF/MF	MQS	MQS	Jan	30	AF/MF
MS	MS	Jan	35	AG/MG	MQS	MQS	Jan	35	AG/MG
MS	MS	Jan	40	AH/MH	MQS	MQS	Jan	40	AH/MH
MS	MS	Jan	45	AI/MI	MQS	MQS	Jan	45	AI/MI
MS	MS	Jan	50	AJ/MJ	MQS	MQS	Jan	50	AJ/MJ
MS	MS	Jan	55	AK/MK	MQS	MQS	Jan	55	AK/MK
MS	MS	Jan	60	AL/ML	MQS	MQS	Jan	60	AL/ML
MS	MS	Jan	65	AM/MM	MQS	MQS	Jan	65	AM/MM
MS	MS	Jan	70	AN/MN	MQS	MQS	Jan	70	AN/MN
MS	MS	Jan	75	AO/MO	MQS	MQS	Jan	75	AO/MO
MS	MS	Jan	80	AP/MP	MQS	MQS	Jan	80	AP/MP
MS	MS	Jan	85	AQ/MQ	MQS	MQS	Jan	85	AQ/MQ
MS	MS	Jan	90	AR/MR	MQS	MQS	Jan	90	AR/MR

MS	MS	Jan	95	AS/MS	MQS	MQS	Jan	95	AS/MS
MS	MS	Jan	100	AT/MT	MQS	MQS	Jan	100	AT/MT
MS	MS	Jan	105	AA/MA	MQS	MQS	Jan	105	AA/MA
MS	MS	Jan	110	AB/MB	MQS	MQS	Jan	110	AB/MB
MS	MS	Jan	115	AC/MC	MQS	MQS	Jan	115	AC/MC

MORGAN STANLEY(VWD)
(Before - 7/2/2007)
100 shrs MS

MORGAN STANLEY(XMJ)
(Beginning - 7/2/2007)
See New Deliverable Above

<u>3OX Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>	<u>BOX Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>
VWD	VWD	Jan	30	AF/MF	XMJ	XMJ	Jan	30	AF/MF
VWD	VWD	Jan	40	AH/MH	XMJ	XMJ	Jan	40	AH/MH
VWD	VWD	Jan	50	AJ/MJ	XMJ	XMJ	Jan	50	AJ/MJ
VWD	VWD	Jan	60	AL/ML	XMJ	XMJ	Jan	60	AL/ML
VWD	VWD	Jan	70	AN/MN	XMJ	XMJ	Jan	70	AN/MN
VWD	VWD	Jan	80	AP/MP	XMJ	XMJ	Jan	80	AP/MP
VWD	VWD	Jan	90	AR/MR	XMJ	XMJ	Jan	90	AR/MR
VWD	VWD	Jan	100	AT/MT	XMJ	XMJ	Jan	100	AT/MT
VWD	VWD	Jan	110	AB/MB	XMJ	XMJ	Jan	110	AB/MB
VWD	VWD	Jan	120	AS/MS	XMJ	XMJ	Jan	120	AD/MD
VWD	VWD	Jan	130	AF/MF	XMJ	XMJ	Jan	130	AF/MF
VWD	VWD	Jan	140	AH/MH	XMJ	XMJ	Jan	140	AH/MH

MORGAN STANLEY(WWD)
(Before - 7/2/2007)
100 shrs MS

MORGAN STANLEY(KMS)
(Beginning - 7/2/2007)
See New Deliverable Above

<u>3OX Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>	<u>BOX Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>
WWD	WWD	Jan	70	AN/MN	KMS	KMS	Jan	70	AN/MN
WWD	WWD	Jan	80	AP/MP	KMS	KMS	Jan	80	AP/MP
WWD	WWD	Jan	90	AR/MR	KMS	KMS	Jan	90	AR/MR
WWD	WWD	Jan	100	AT/MT	KMS	KMS	Jan	100	AT/MT
WWD	WWD	Jan	110	AB/MB	KMS	KMS	Jan	110	AB/MB

Questions regarding this release may be directed to BOX Market Operations Center at 1-617-235-2249
or 1-866-768-8845 Toll Free. For information please refer to OCC Memo # 23131

