



SERIES ADJUSTMENT - 2007-201103
ONN INFORMATION CIRCULAR # 201103
October 24, 2007

PALM, INC (PALM)
Special Cash Dividend
Ex-Distribution Date: 10/25/2007

On September 12, 2007, shareholders of PALM, Inc. (PALM) voted concerning a Preferred Stock Purchase Agreement with Elevation Partners L.P. and a subsequent Agreement and Plan of Merger with a wholly-owned subsidiary, Passport Merger Corporation. The transactions were approved and subsequently consummated on October 24, 2007. As a result, each existing PALM Common Share will be converted into the right to receive one (NEW) PALM Common Share plus \$9.00 Cash. **Ex-distribution date will be Thursday, October 25, 2007**

Pending Contract Adjustments

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

Adjustment Date:	Thursday, October 25, 2007
BOX Underlying Symbol(s):	PALM becomes PLZ
OPRA Option Symbol(s):	UPY becomes PLZ ZTO becomes TOJ LRK becomes CXY
No. Of Contracts :	1
Strike Prices:	Unchanged
Multiplier:	100 (e.g. Premium of 1.00 = \$100)
New Deliverable/Contract:	1) 100 Palm, Inc (PALM) Common Shares 2) \$900.00 Cash (\$9.00 x 100)

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

GTC Order Cancellation:

On Wednesday, October 24, 2007, immediately after the BOX close, all resting orders in the PALM order book will be cancelled by the BOX Market Operations Center. If a BOX Participant wishes to enter orders for the adjusted PLZ series, the BOX Participant will need to reenter the orders before the open on Thursday, October 25, 2007.

PALM, INC(UPY)
 (Before - 10/25/2007)
 100 shrs PALM

PALM, INC(PLZ)
 (Beginning - 10/25/2007)
 See New Deliverable Above

<u>BOX Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>
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UPY	UPY	Nov	5	KA/WA	PLZ	Nov	5	KA/WA
UPY	UPY	Nov	7.5	KR/WR	PLZ	Nov	7.5	KR/WR
UPY	UPY	Nov	10	KB/WB	PLZ	Nov	10	KB/WB
UPY	UPY	Nov	12.5	KV/WV	PLZ	Nov	12.5	KV/WV
UPY	UPY	Nov	15	KC/WC	PLZ	Nov	15	KC/WC
UPY	UPY	Nov	17.5	KW/WW	PLZ	Nov	17.5	KW/WW
UPY	UPY	Nov	20	KD/WD	PLZ	Nov	20	KD/WD
UPY	UPY	Nov	22.5	KX/WX	PLZ	Nov	22.5	KX/WX
UPY	UPY	Nov	25	KE/WE	PLZ	Nov	25	KE/WE
UPY	UPY	Nov	30	KF/WF	PLZ	Nov	30	KF/WF
UPY	UPY	Nov	35	KG/WG	PLZ	Nov	35	KG/WG
UPY	UPY	Dec	2.5	LQ/XQ	PLZ	Dec	2.5	LQ/XQ
UPY	UPY	Dec	5	LA/XA	PLZ	Dec	5	LA/XA
UPY	UPY	Dec	7.5	LR/XR	PLZ	Dec	7.5	LR/XR
UPY	UPY	Dec	10	LB/XB	PLZ	Dec	10	LB/XB
UPY	UPY	Dec	12.5	LV/XV	PLZ	Dec	12.5	LV/XV
UPY	UPY	Dec	15	LC/XC	PLZ	Dec	15	LC/XC
UPY	UPY	Dec	17.5	LW/XW	PLZ	Dec	17.5	LW/XW
UPY	UPY	Dec	20	LD/XD	PLZ	Dec	20	LD/XD
UPY	UPY	Dec	22.5	LX/XX	PLZ	Dec	22.5	LX/XX
UPY	UPY	Dec	25	LE/XE	PLZ	Dec	25	LE/XE
UPY	UPY	Dec	30	LF/XF	PLZ	Dec	30	LF/XF
UPY	UPY	Jan	10	AB/MB	PLZ	Jan	10	AB/MB
UPY	UPY	Jan	12.5	AV/MV	PLZ	Jan	12.5	AV/MV
UPY	UPY	Jan	15	AC/MC	PLZ	Jan	15	AC/MC
UPY	UPY	Jan	17.5	AW/MW	PLZ	Jan	17.5	AW/MW
UPY	UPY	Jan	20	AD/MD	PLZ	Jan	20	AD/MD
UPY	UPY	Jan	22.5	AX/MX	PLZ	Jan	22.5	AX/MX
UPY	UPY	Jan	25	AE/ME	PLZ	Jan	25	AE/ME
UPY	UPY	Jan	27.5	AY/MY	PLZ	Jan	27.5	AY/MY
UPY	UPY	Jan	30	AF/MF	PLZ	Jan	30	AF/MF
UPY	UPY	Jan	32.5	AZ/MZ	PLZ	Jan	32.5	AZ/MZ
UPY	UPY	Jan	35	AG/MG	PLZ	Jan	35	AG/MG
UPY	UPY	Jan	37.5	AU/MU	PLZ	Jan	37.5	AU/MU
UPY	UPY	Jan	40	AH/MH	PLZ	Jan	40	AH/MH
UPY	UPY	Feb	5	BA/NA	PLZ	Feb	5	BA/NA
UPY	UPY	Feb	7.5	BR/NR	PLZ	Feb	7.5	BR/NR
UPY	UPY	Feb	10	BB/NB	PLZ	Feb	10	BB/NB
UPY	UPY	Feb	12.5	BV/NV	PLZ	Feb	12.5	BV/NV
UPY	UPY	Feb	15	BC/NC	PLZ	Feb	15	BC/NC
UPY	UPY	Feb	17.5	BW/NW	PLZ	Feb	17.5	BW/NW
UPY	UPY	Feb	20	BD/ND	PLZ	Feb	20	BD/ND
UPY	UPY	Feb	22.5	BX/NX	PLZ	Feb	22.5	BX/NX
UPY	UPY	Feb	25	BE/NE	PLZ	Feb	25	BE/NE
UPY	UPY	Feb	30	BF/NF	PLZ	Feb	30	BF/NF
UPY	UPY	Feb	35	BG/NG	PLZ	Feb	35	BG/NG
UPY	UPY	May	2.5	EQ/QQ	PLZ	May	2.5	EQ/QQ

UPY	UPY	May	5	EA/QA	PLZ	May	5	EA/QA
UPY	UPY	May	7.5	ER/QR	PLZ	May	7.5	ER/QR
UPY	UPY	May	10	EB/QB	PLZ	May	10	EB/QB
UPY	UPY	May	12.5	EV/QV	PLZ	May	12.5	EV/QV
UPY	UPY	May	15	EC/QC	PLZ	May	15	EC/QC
UPY	UPY	May	17.5	EW/QW	PLZ	May	17.5	EW/QW
UPY	UPY	May	20	ED/QD	PLZ	May	20	ED/QD
UPY	UPY	May	22.5	EX/QX	PLZ	May	22.5	EX/QX
UPY	UPY	May	25	EE/QE	PLZ	May	25	EE/QE
UPY	UPY	May	30	EF/QF	PLZ	May	30	EF/QF

PALM, INC(ZTO)
(Before - 10/25/2007)
100 shrs PALM

PALM, INC
(Beginning - 10/25/2007)
See New Deliverable Above

<u>BOX Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>
ZTO	ZTO	Jan	10	AB/MB	TOJ	Jan	10	AB/MB
ZTO	ZTO	Jan	12.5	AV/MV	TOJ	Jan	12.5	AV/MV
ZTO	ZTO	Jan	15	AC/MC	TOJ	Jan	15	AC/MC
ZTO	ZTO	Jan	17.5	AW/MW	TOJ	Jan	17.5	AW/MW
ZTO	ZTO	Jan	20	AD/MD	TOJ	Jan	20	AD/MD
ZTO	ZTO	Jan	22.5	AX/MX	TOJ	Jan	22.5	AX/MX
ZTO	ZTO	Jan	25	AE/ME	TOJ	Jan	25	AE/ME
ZTO	ZTO	Jan	30	AF/MF	TOJ	Jan	30	AF/MF

PALM, INC(LRK)
(Before - 10/25/2007)
100 shrs PALM

PALM, INC
(Beginning - 10/25/2007)
See New Deliverable Above

<u>BOX Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>
LRK	LRK	Jan	10	AB/MB	CXY	Jan	10	AB/MB
LRK	LRK	Jan	12.5	AV/MV	CXY	Jan	12.5	AV/MV
LRK	LRK	Jan	15	AC/MC	CXY	Jan	15	AC/MC
LRK	LRK	Jan	17.5	AW/MW	CXY	Jan	17.5	AW/MW
LRK	LRK	Jan	20	AD/MD	CXY	Jan	20	AD/MD
LRK	LRK	Jan	22.5	AX/MX	CXY	Jan	22.5	AX/MX

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 more information please refer to OCC Memo # 23733

