

SERIES ADJUSTMENTS - 2003-037
ONN INFORMATION CIRCULAR 482
July 23, 2003

Utilities HOLDRs Trust (UTH)
Stock Distribution
Ex-Distribution Date: 7/24/2003

On July 16, 2003, Mirant Corporation (MIR), a component of the Utilities HOLDRs Trust (UTH), was delisted from the New York Stock Exchange (NYSE). As a result, the MIR Common Shares component of Utilities HOLDRs Trust (UTH) will be distributed to UTH Shareholders. The distribution ratio is .11530806 Common Shares of MIR for each UTH share. The record date is July 28, 2003. Mail date is July 30, 2003. **The ex-date for the distribution will be Thursday, July 24, 2003.**

Contract Adjustments:

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

Adjustment Date: Effective with exercises of Thursday, July 24, 2003 and thereafter.
ISE Underlying Symbol(s): UTH becomes BPH
OPRA Option Symbol(s): UTH becomes BPH
No. of Contracts: Unchanged
Multiplier: 100 (e.g., Premium of 1.00 = \$100)
New Deliverable/Contract: 1). 100 Shares of Utilities HOLDRs
 2). An amount of cash to be determined based on the MIR closing price for July 23, 2003.

GTC Order Cancellation:

On Wednesday, July 23, 2003, immediately after the ISE close, all resting orders in the UTH order book will be cancelled.

Unadjusted New Shares:

New UTH series with a contract unit of 100 shares will be introduced on Friday, July 25, 2003. Strike prices and expiration months will be announced on a separate release.

Adjusted Exercise Prices:

On Thursday, July 24, 2003, the ex-distribution date, trading in UTH series will be on an adjusted basis. The strike price adjustments listed below are expected based on the current outstanding series. Any additional UTH series added prior to the ex-date will also be adjusted in the manner outlined below.

Utilities HOLDRs (UTH) (Before 7/24/2003) (100 shrs UTH)					Utilities HOLDRs (BPH) (Beginning 7/24/2003) (See New Deliverable Above)				
ISE Series	OPRA	Month	Strike	Calls/Puts	ISE Series	OPRA	Month	Strike	Calls/Puts
UTH3AUG50.0C/P	UTH	AUG	50	HJ/TJ	BPH3AUG50.0CX/PX	BPH	AUG	50	HJ/TJ
UTH3AUG55.0C/P	UTH	AUG	55	HK/TK	BPH3AUG55.0CX/PX	BPH	AUG	55	HK/TK
UTH3AUG60.0C/P	UTH	AUG	60	HL/TL	BPH3AUG60.0CX/PX	BPH	AUG	60	HL/TL
UTH3AUG65.0C/P	UTH	AUG	65	HM/TM	BPH3AUG65.0CX/PX	BPH	AUG	65	HM/TM
UTH3AUG70.0C/P	UTH	AUG	70	HN/TN	BPH3AUG70.0CX/PX	BPH	AUG	70	HN/TN
UTH3AUG75.0C/P	UTH	AUG	75	HO/TO	BPH3AUG75.0CX/PX	BPH	AUG	75	HO/TO
UTH3AUG80.0C/P	UTH	AUG	80	HP/TP	BPH3AUG80.0CX/PX	BPH	AUG	80	HP/TP
Utilities HOLDRs (UTH) (Before 7/24/2003) (100 shrs UTH)					Utilities HOLDRs (BPH) (Beginning 7/24/2003) (See New Deliverable Above)				
ISE Series	OPRA	Month	Strike	Calls/Puts	ISE Series	OPRA	Month	Strike	Calls/Puts
UTH3SEP65.0C/P	UTH	SEP	65	IM/UM	BPH3SEP65.0CX/PX	BPH	SEP	65	IM/UM
UTH3SEP70.0C/P	UTH	SEP	70	IN/UN	BPH3SEP70.0CX/PX	BPH	SEP	70	IN/UN
UTH3SEP75.0C/P	UTH	SEP	75	IO/UO	BPH3SEP75.0CX/PX	BPH	SEP	75	IO/UO
UTH3NOV50.0C/P	UTH	NOV	50	KJ/WJ	BPH3NOV50.0CX/PX	BPH	NOV	50	KJ/WJ
UTH3NOV55.0C/P	UTH	NOV	55	KK/WK	BPH3NOV55.0CX/PX	BPH	NOV	55	KK/WK
UTH3NOV60.0C/P	UTH	NOV	60	KL/WL	BPH3NOV60.0CX/PX	BPH	NOV	60	KL/WL
UTH3NOV65.0C/P	UTH	NOV	65	KM/WM	BPH3NOV65.0CX/PX	BPH	NOV	65	KM/WM
UTH3NOV70.0C/P	UTH	NOV	70	KN/WN	BPH3NOV70.0CX/PX	BPH	NOV	70	KN/WN
UTH3NOV75.0C/P	UTH	NOV	75	KO/WO	BPH3NOV75.0CX/PX	BPH	NOV	75	KO/WO
UTH3NOV80.0C/P	UTH	NOV	80	KP/WP	BPH3NOV80.0CX/PX	BPH	NOV	80	KP/WP
UTH4FEB65.0C/P	UTH	FEB	65	BM/NM	BPH4FEB65.0CX/PX	BPH	FEB	65	BM/NM
UTH4FEB70.0C/P	UTH	FEB	70	BN/NN	BPH4FEB70.0CX/PX	BPH	FEB	70	BN/NN
UTH4FEB75.0C/P	UTH	FEB	75	BO/NO	BPH4FEB75.0CX/PX	BPH	FEB	75	BO/NO
UTH4FEB80.0C/P	UTH	FEB	80	BP/NP	BPH4FEB80.0CX/PX	BPH	FEB	80	BP/NP

Questions regarding this release may be directed to Iris Rodriguez at (212) 897-0264.