

SERIES ADJUSTMENTS - 2003-050
ONN INFORMATION CIRCULAR #520
October 14, 2003

Legato Systems Inc. (LGTO) Pending Merger with EMC Corporation (EMC)

On Monday, October 20, 2003, the shareholders of Legato Systems, Inc. (LGTO) will vote to approve the proposed merger with EMC Corporation (EMC). If the merger is approved and consummated, each LGTO share will be converted into the right to receive 0.90 EMC Common Shares. The merger is expected to become effective on Monday, October 20, 2003.

Pending Contract Adjustments

Pursuant to Options Clearing Corporation (OCC) by-laws, all outstanding Legato Systems Inc. options will be adjusted as follows:

Adjustment Date: Expected to become Effective with exercises of Tuesday, October 21, 2003 and thereafter
ISE Underlying Symbol: No Change - Remains LGTO
OPRA Option Symbols: EQN Becomes ENF
Strike Prices: No Change
Pos/Exercise Limit: 15,000,000 shares until March 2004 expiration, where the limits will revert to 7,500,000 shares
No. Of Contracts: No Change
Multiplier: 100*(eg., Premium of 1.00 = \$100)
New Deliverable/Contract: 90 EMC common shares

***The foregoing is an unofficial summary of the terms of the Merger, prepared by the ISE for the convenience of its members. ISE 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.*

GTC Order Cancellation:

Immediately after the ISE close on the effective date of the merger, all resting orders in the LGTO order book will be cancelled.

ADJUSTED EXERCISE PRICES:

Effective with the opening of business, after the date the merger is consummated, trading in EQN series will be on an adjusted basis. The strike price adjustments below are expected based on the current outstanding series. Any additional EQN series added prior to the merger date will also be adjusted in the manner outlined below.

Legato Systems Inc. (LGTO) (Before - Date To Be Announced) 100 shares LGTO					Legato Systems Inc. (LGTO) (Beginning - Date To Be Announced) (See New Deliverable Above)				
ISESeries	OPRA	Month	Strike	Calls/Puts	ISESeries	OPRA	Month	Strike	Calls/Puts
LGTO3NOV7.5C/P	EQN	NOV	7 1/2	KA/WA	LGTO3NOV7.5CX/PX	ENF	NOV	7 1/2	KA/WA
LGTO3NOV10.0C/P	EQN	NOV	10	KB/WB	LGTO3NOV10.0CX/PX	ENF	NOV	10	KB/WB
LGTO3NOV12.5C/P	EQN	NOV	12 1/2	KV/WV	LGTO3NOV12.5CX/PX	ENF	NOV	12 1/2	KV/WV
LGTO3NOV15.0C/P	EQN	NOV	15	KC/WC	LGTO3NOV15.0CX/PX	ENF	NOV	15	KC/WC
LGTO3NOV17.5C/P	EQN	NOV	17 1/2	KW/WW	LGTO3NOV17.5CX/PX	ENF	NOV	17 1/2	KW/WW
LGTO3DEC2.5C/P	EQN	DEC	2 1/2	LZ/XZ	LGTO3DEC2.5CX/PX	ENF	DEC	2 1/2	LZ/XZ
LGTO3DEC5.0C/P	EQN	DEC	5	LR/XR	LGTO3DEC5.0CX/PX	ENF	DEC	5	LR/XR
LGTO3DEC7.5C/P	EQN	DEC	7 1/2	LA/XA	LGTO3DEC7.5CX/PX	ENF	DEC	7 1/2	LA/XA
LGTO3DEC10.0C/P	EQN	DEC	10	LB/XB	LGTO3DEC10.0CX/PX	ENF	DEC	10	LB/XB

LGTO3DEC12.5C/P	EQN	DEC	12 1/2	LV/XV	LGTO3DEC12.5CX/PX	ENF	DEC	12 1/2	LV/XV
LGTO3DEC15.0C/P	EQN	DEC	15	LC/XC	LGTO3DEC15.0CX/PX	ENF	DEC	15	LC/XC
LGTO4MAR5.0C/P	EQN	MAR	5	CR/OR	LGTO4MAR5.0CX/PX	ENF	MAR	5	CR/OR
LGTO4MAR7.5C/P	EQN	MAR	7 1/2	CA/OA	LGTO4MAR7.5CX/PX	ENF	MAR	7 1/2	CA/OA
LGTO4MAR10.0C/P	EQN	MAR	10	CB/OB	LGTO4MAR10.0CX/PX	ENF	MAR	10	CB/OB
LGTO4MAR12.5C/P	EQN	MAR	12 1/2	CV/OV	LGTO4MAR12.5CX/PX	ENF	MAR	12 1/2	CV/OV
LGTO4MAR15.0C/P	EQN	MAR	15	CC/OC	LGTO4MAR15.0CX/PX	ENF	MAR	15	CC/OC

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