

SERIES ADJUSTMENTS - 2004-052
ONN INFORMATION CIRCULAR #696
July 1, 2004

FreeMarkets, Inc. (FMKT) Merger with Ariba, Inc. (ARBA) EFFECTIVE

On Monday, June 28, 2004, the shareholders of FreeMarkets, Inc. (FMKT) approved the proposed merger with Ariba Inc. (ARBA). The merger was consummated on June 30, 2004. As a result, each existing FMKT Common share will be converted into the right to receive approximately .374999 New ARBAD 2.25 Common Shares and \$2.00 cash. Cash will be paid in lieu of fractional ARBAD shares. The merger became effective on Thursday, July 1, 2004.

Contract Adjustments

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

Adjustment Date: Effective with exercises of Thursday, July 1, 2004 and thereafter
ISE Underlying Symbol: FMKT becomes FNK
OPRA Option Symbols: FAQ Becomes FNK
Strike Prices: No Change
No. Of Contracts: No Change
Multiplier: 100*(eg., Premium of 1.00 = \$100)
New Deliverable/Contract: 1) 37 New Ariba, Inc. (ARBAD) Common Shares
 2) 20 Cash in lieu of approximately .4999 ARBAD Common Shares
 3) \$200.00 Cash (\$2.00 x 100)

***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 Wednesday, June 30, 2004, all resting orders in the FMKT order book will be cancelled.

ADJUSTED EXERCISE PRICES:

Effective with the opening of business, on Thursday, July 1, 2004, trading in FAQ series will be on an adjusted basis. The strike price adjustments below are expected based on the current outstanding series. Any additional FAQ series added prior to the merger date will also be adjusted in the manner outlined below.

| FreeMarkets, Inc. (FMKT) (Before 6/30/2004) 100 shares FMKT | | | | | FreeMarkets, Inc. (FNK) (Beginning 6/30/2004) (See New Deliverable Above) | | | | |
|---|------|-------|--------|------------|---|------|-------|--------|------------|
| ISESeries | OPRA | Month | Strike | Calls/Puts | ISESeries | OPRA | Month | Strike | Calls/Puts |
| FMKT4JUL2.5C/P | FAQ | JUL | 2 1/2 | GZ/SZ | FNK4JUL2.5CX/PX | FNK | JUL | 2 1/2 | GZ/SZ |
| FMKT4JUL5.0C/P | FAQ | JUL | 5 | GA/SA | FNK4JUL5.0CX/PX | FNK | JUL | 5 | GA/SA |
| FMKT4JUL7.5C/P | FAQ | JUL | 7 1/2 | GU/SU | FNK4JUL7.5CX/PX | FNK | JUL | 7 1/2 | GU/SU |
| FMKT4JUL10.0C/P | FAQ | JUL | 10 | GB/SB | FNK4JUL10.0CX/PX | FNK | JUL | 10 | GB/SB |
| FMKT4JUL12.5C/P | FAQ | JUL | 12 1/2 | GV/SV | FNK4JUL12.5CX/PX | FNK | JUL | 12 1/2 | GV/SV |
| FMKT4AUG2.5C/P | FAQ | AUG | 2 1/2 | HZ/TZ | FNK4AUG2.5CX/PX | FNK | AUG | 2 1/2 | HZ/TZ |
| FMKT4AUG5.0C/P | FAQ | AUG | 5 | HA/TA | FNK4AUG5.0CX/PX | FNK | AUG | 5 | HA/TA |
| FMKT4AUG7.5C/P | FAQ | AUG | 7 1/2 | HU/TU | FNK4AUG7.5CX/PX | FNK | AUG | 7 1/2 | HU/TU |
| FMKT4AUG10.0C/P | FAQ | AUG | 10 | HB/TB | FNK4AUG10.0CX/PX | FNK | AUG | 10 | HB/TB |
| FMKT4AUG12.5C/P | FAQ | AUG | 12 1/2 | HV/TV | FNK4AUG12.5CX/PX | FNK | AUG | 12 1/2 | HV/TV |
| FMKT4AUG15.0C/P | FAQ | AUG | 15 | HC/TC | FNK4AUG15.0CX/PX | FNK | AUG | 15 | HC/TC |

| | | | | | | | | | |
|-----------------|-----|-----|--------|-------|------------------|-----|-----|--------|-------|
| FMKT4OCT2.5C/P | FAQ | OCT | 2 1/2 | JZ/VZ | FNK4OCT2.5CX/PX | FNK | OCT | 2 1/2 | JZ/VZ |
| FMKT4OCT5.0C/P | FAQ | OCT | 5 | JA/VA | FNK4OCT5.0CX/PX | FNK | OCT | 5 | JA/VA |
| FMKT4OCT7.5C/P | FAQ | OCT | 7 1/2 | JU/VU | FNK4OCT7.5CX/PX | FNK | OCT | 7 1/2 | JU/VU |
| FMKT4OCT10.0C/P | FAQ | OCT | 10 | JB/VB | FNK4OCT10.0CX/PX | FNK | OCT | 10 | JB/VB |
| FMKT4OCT12.5C/P | FAQ | OCT | 12 1/2 | JV/VV | FNK4OCT12.5CX/PX | FNK | OCT | 12 1/2 | JV/VV |
| FMKT4OCT15.0C/P | FAQ | OCT | 15 | JC/VC | FNK4OCT15.0CX/PX | FNK | OCT | 15 | JC/VC |
| FMKT5JAN2.5C/P | FAQ | JAN | 2 1/2 | AZ/MZ | FNK5JAN2.5CX/PX | FNK | JAN | 2 1/2 | AZ/MZ |
| FMKT5JAN5.0C/P | FAQ | JAN | 5 | AA/MA | FNK5JAN5.0CX/PX | FNK | JAN | 5 | AA/MA |
| FMKT5JAN7.5C/P | FAQ | JAN | 7 1/2 | AU/MU | FNK5JAN7.5CX/PX | FNK | JAN | 7 1/2 | AU/MU |
| FMKT5JAN10.0C/P | FAQ | JAN | 10 | AB/MB | FNK5JAN10.0CX/PX | FNK | JAN | 10 | AB/MB |
| FMKT5JAN12.5C/P | FAQ | JAN | 12 1/2 | AV/MV | FNK5JAN12.5CX/PX | FNK | JAN | 12 1/2 | AV/MV |
| FMKT5JAN15.0C/P | FAQ | JAN | 15 | AC/MC | FNK5JAN15.0CX/PX | FNK | JAN | 15 | AC/MC |

Questions regarding this release may be directed to ISE Market Data Control at (212) 897-0264