

**SERIES ADJUSTMENTS - 2006-177  
ONN INFORMATION CIRCULAR #1650  
September 5, 2006**

**Lucent Technologies, Inc. (LU) Pending Merger with Alcatel (ALA)**

On Thursday, September 7, 2006, the shareholders of Lucent Technologies, Inc. (LU) will vote to approve the proposed merger with Alcatel (ALA). If the merger is approved and consummated, Alcatel (ALA) will change its name to Alcatel Lucent, and each existing LU Common Share will be converted into the right to receive .1952 (New) ALA American Depositary Shares. Cash will be paid in lieu of Fractional ALA shares

**Pending Contract Adjustments:**

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

**Adjustment Date:** Effective the opening of the business day after the merger is consummated. Contract adjustment is expected to occur by the end of 2006  
**ISE Underlying Symbol:** LU becomes MLU  
**Commodity Code:** MLU- 4691  
**OPRA Option Symbols:** LU Becomes MLU  
 YXL Becomes YJS  
**Strike Prices:** No Change  
**No. Of Contracts:** No Change  
**Multiplier:** 100\*(eg., Premium of 1.00 = \$100)  
**New Deliverable/Contract:** 1) 19 (New) Alcatel Lucent (ALA) American Depositary Shares (ADS);  
 2) Cash in Lieu of .52 fractional ALA ADS'

*\*\*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 LU order book will be cancelled.

**ADJUSTED EXERCISE PRICES**

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

| Lucent Technologies, Inc. (LU)<br>(Before - Date To Be Announced<br>100 shares LU) |      |       |        |            | Lucent Technologies, Inc. (MLU)<br>(Beginning - Date To Be Announced<br>(See New Deliverable Above) |      |       |        |            |
|--|------|-------|--------|------------|---|------|-------|--------|------------|
| ISESeries  | OPRA | Month | Strike | Calls/Puts | ISESeries   | OPRA | Month | Strike | Calls/Puts |
| LU6OCT3.0C/P   | LU   | OCT   | 3      | JG/VG      | MLU6OCT3.0CX/PX   | MLU  | OCT   | 3      | JG/VG      |
| LU6OCT4.0C/P   | LU   | OCT   | 4      | JH/VH      | MLU6OCT4.0CX/PX   | MLU  | OCT   | 4      | JH/VH      |
| LU6OCT5.0C/P   | LU   | OCT   | 5      | JA/VA      | MLU6OCT5.0CX/PX   | MLU  | OCT   | 5      | JA/VA      |
| LU6OCT6.0C/P   | LU   | OCT   | 6      | JI/VI      | MLU6OCT6.0CX/PX   | MLU  | OCT   | 6      | JI/VI      |
| LU6OCT7.0C/P   | LU   | OCT   | 7      | JJ/VJ      | MLU6OCT7.0CX/PX   | MLU  | OCT   | 7      | JJ/VJ      |
| LU6OCT8.0C/P   | LU   | OCT   | 8      | JK/VK      | MLU6OCT8.0CX/PX   | MLU  | OCT   | 8      | JK/VK      |
| LU7JAN2.5C/P   | LU   | JAN   | 2 1/2  | AZ/MZ      | MLU7JAN2.5CX/PX   | MLU  | JAN   | 2 1/2  | AZ/MZ      |
| LU7JAN5.0C/P   | LU   | JAN   | 5      | AA/MA      | MLU7JAN5.0CX/PX   | MLU  | JAN   | 5      | AA/MA      |
| LU7JAN7.5C/P   | LU   | JAN   | 7 1/2  | AU/MU      | MLU7JAN7.5CX/PX   | MLU  | JAN   | 7 1/2  | AU/MU      |
| LU7JAN10.0C/P  | LU   | JAN   | 10     | AB/MB      | MLU7JAN10.0CX/PX  | MLU  | JAN   | 10     | AB/MB      |

Lucent Technologies, Inc. - 2008 Leap (LU/YXL)  
 (Before - Date To Be Announced  
 100 shares LU

Lucent Technologies, Inc. - 2008 Leap (MLU/YJS)  
 (Beginning - Date To Be Announced  
 (See New Deliverable Above

| ISESeries     | OPRA | Month | Strike | Calls/Puts | ISESeries        | OPRA | Month | Strike | Calls/Puts |
|---------------|------|-------|--------|------------|------------------|------|-------|--------|------------|
| LU8JAN2.5C/P  | YXL  | JAN   | 2 1/2  | AZ/MZ      | MLU8JAN2.5CX/PX  | YJS  | JAN   | 2 1/2  | AZ/MZ      |
| LU8JAN5.0C/P  | YXL  | JAN   | 5      | AA/MA      | MLU8JAN5.0CX/PX  | YJS  | JAN   | 5      | AA/MA      |
| LU8JAN7.5C/P  | YXL  | JAN   | 7 1/2  | AU/MU      | MLU8JAN7.5CX/PX  | YJS  | JAN   | 7 1/2  | AU/MU      |
| LU8JAN10.0C/P | YXL  | JAN   | 10     | AB/MB      | MLU8JAN10.0CX/PX | YJS  | JAN   | 10     | AB/MB      |

Questions regarding this release may be directed to ISE Market Data Control at (212) 897-026