

Three Months Ended	% Variance from					(in millions of
	Dec 31 2007	Sept 30 2007	Dec 31 2006	Prior Quarter	Prior Year	
dollars)						
NASDAQ Market Center						
Execution and trade reporting revenues	\$ 526.0	\$ 514.2	\$ 322.1	2.3 %	63.3 %	
Access services revenues	20.3	19.1	16.5	6.3 %	23.0 %	
Tape fee revenue sharing	(6.7)	(6.5)	(5.7)	3.1 %	17.5 %	
Total NASDAQ Market Center revenues	539.6	526.8	332.9	2.4 %	62.1 %	
Cost of revenues						
Liquidity rebates	(295.1)	(291.2)	(153.8)	1.3 %	91.9 %	
Brokerage, clearance and exchange fees	(157.8)	(150.8)	(110.4)	4.6 %	42.9 %	
Total cost of revenues	(452.9)	(442.0)	(264.2)	2.5 %	71.4 %	
				Revenues less		
liquidity rebates, brokerage, clearance and exchange fees from NASDAQ Market Center	86.7	84.8	68.7	2.2 %	26.2 %	
NASDAQ Market Services						
Subscriptions						
Proprietary revenues	24.3	22.8	19.2	6.6 %	26.6 %	
Non-proprietary revenues	32.6	34.7	31.3	(6.1)%	4.2 %	
NASDAQ Revenue Sharing Programs	(1.1)	(1.4)	(2.3)	(21.4)%	(52.2)%	
UTP Plan revenue sharing	(12.2)	(12.4)	(8.8)	(1.6)%	38.6 %	
Total NASDAQ Market Services						
Subscriptions revenues	43.6	43.7	39.4	(0.2)%	10.7 %	
Other Market Services revenues	7.6	8.2	7.9	(7.3)%	(3.8)%	
				Total revenues less		
liquidity rebates, brokerage, clearance and exchange fees from NASDAQ Market Services	\$ 137.9	\$ 136.7	\$ 116.0	0.9 %	18.9 %	

* Increases in NASDAQ Market Center net exchange revenues from the prior year quarter are primarily due to increases in trade execution volume for U.S.-listed equities. Total volume matched on NASDAQ increased to 123.4 billion shares in the fourth quarter of 2007, up 45.9% from 84.6 billion shares in the fourth quarter of 2006. Increases when compared to the third quarter of 2007 are primarily due to higher traded share volume and increases in customer demand for Access Services. Included in execution and trade reporting revenues in the fourth quarter of 2007 are \$99.3 million in SEC Section 31 fees, compared with \$94.2 million in the third quarter of 2007 and \$73.2 million in the fourth quarter of 2006. Corresponding cost of revenues reflecting the reimbursement of these fees to the SEC are included in brokerage, clearance and exchange fees.

* Market Services Subscriptions revenues increased from the prior year quarter due primarily to increases in subscriber populations for proprietary products. Somewhat offsetting this increase is higher UTP Plan revenue sharing due to declines in NASDAQ's total UTP market share. The slight decrease when compared to the third quarter of 2007 is due to lower non-proprietary revenues, partially offset by higher proprietary revenues.

Issuer Services

During the fourth quarter Issuer Services revenues increased 9.9% to \$73.6 million from the prior year quarter and increased 0.5% from the prior quarter.

Three Months Ended	% Variance from
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	Dec 31 2007	Sept 30 2007	Dec 31 2006	Prior Quarter	Prior Year	(in millions of dollars)
Corporate Client Group						
Annual renewal fees	\$ 32.2	\$ 31.6	\$ 27.9	1.9 %	15.4 %	
Listing of additional shares fees	10.4	10.4	9.5	--	9.5 %	
Initial listing fees	5.7	5.6	5.3	1.8 %	7.5 %	
Corporate Client services	13.7	13.9	13.1	(1.4)%	4.6 %	
Total Corporate Client Group revenues	62.0	61.5	55.8	0.8 %	11.1 %	
NASDAQ Financial Products						
Licensing revenues	10.8	10.6	9.5	1.9 %	13.7 %	
Other revenues	0.8	1.1	1.7	(27.3)%	(52.9)%	
Total NASDAQ Financial Products revenues	11.6	11.7	11.2	(0.9)%	3.6 %	
revenues	\$ 73.6	\$ 73.2	\$ 67.0	0.5 %	9.9 %	

- * Increases in Corporate Client Group revenues from the prior year quarter are driven primarily by revised annual renewal fees introduced earlier this year. Increases from the prior quarter are driven by fees generated from new listings.
- * NASDAQ Financial Products revenues increased from the prior year quarter due to an increase in license revenues associated with NASDAQ-licensed ETFs.

Total Operating Expenses

Total operating expenses declined 4.3% to \$110.0 million from \$115.0 million in the prior year quarter and declined 12.8% from \$126.1 million in the prior quarter. Third quarter 2007 expenses include a charge of \$19.5 million for a tax sharing payment for the benefit of a strategic investor and a charge of \$5.8 million related to the early extinguishment of debt.

Net interest income

Net interest income was \$12.4 million for the fourth quarter of 2007, compared with net interest expense of \$18.3 million for the fourth quarter of 2006, representing an increase of \$30.7 million. This increase was primarily due to additional interest income on higher cash balances due to the cash proceeds received from the sale of our share capital of the London Stock Exchange plc and lower interest expense on debt due to a lower outstanding balance. In September 2007, NASDAQ used \$1.1 billion of the \$1.8 billion of proceeds from the sale of our share capital of the London Stock Exchange Group plc to repay in full and terminate outstanding debt obligations.

Earnings Per Share

Fourth quarter earnings per diluted share were \$0.52 versus \$0.43 per diluted share in the prior year quarter, and \$2.41 in the third quarter of 2007. Included in third quarter 2007 results are pre-tax gains associated with NASDAQ's sale of its share capital of the London Stock Exchange Group plc, noted above. NASDAQ's weighted average shares outstanding used to calculate diluted earnings per share were 154.0 million in the fourth quarter of 2007 versus 152.1 million in the year-ago quarter and 152.3 million in the third quarter of 2007.

NASDAQ is the largest U.S. equities exchange. With over 3,100 companies, it lists more companies and, on average, trades more shares per day than any other U.S. market. It is home to companies that are leaders across all areas of business including technology, retail, communications, financial services, transportation, media and biotechnology. NASDAQ is the primary market for trading NASDAQ-listed stocks as well as a leading liquidity pool for trading NYSE-listed stocks. For more information about NASDAQ, visit the NASDAQ Web site at www.nasdaq.com or the NASDAQ Newsroom at www.nasdaq.com/newsroom/

Non-GAAP Information

In addition to disclosing results determined in accordance with U.S. generally accepted accounting principles ("GAAP"), NASDAQ also discloses certain non-GAAP results of operations, including total expenses, operating income, net income and diluted earnings per share, that exclude certain charges and gains that are described in the reconciliation table of non-GAAP to GAAP information provided at the end of this release. Management believes that this non-GAAP information provides investors with additional information to assess NASDAQ's operating performance by excluding these costs and gains and assists investors in comparing our operating performance to prior periods. Management uses this non-GAAP information, along with GAAP information, in evaluating its historical operating performance.

The non-GAAP information is not prepared in accordance with GAAP and may not be comparable to non-GAAP information used by other companies.
The non-GAAP information should not be viewed as a substitute for, or superior to, other data prepared in accordance with GAAP.

The Nasdaq Stock Market, Inc.
Condensed Consolidated Statements of Income
(in millions, except per share amounts)

	Three Months Ended (unaudited)			Year Ended	
	Dec 31, 2007	Sept 30, 2007	Dec 31, 2006	Dec 31, 2007	Dec 31, 2006
				(unaudited)	Revenues
Market Services	\$ 590.8	\$ 578.7	\$ 380.2	\$ 2,152.4	\$ 1,408.3
Issuer Services	73.6	73.2	67.0	283.9	249.0
Other	0.1	0.1	0.1	0.3	0.5
Total revenues	664.5	652.0	447.3	2,436.6	1,657.8
Cost of revenues					
Liquidity rebates	(295.1)	(291.2)	(153.8)	(1,049.8)	(644.9)
Brokerage, clearance and exchange fees	(157.8)	(150.8)	(110.4)	(574.5)	(325.5)
Total cost of revenues	(452.9)	(442.0)	(264.2)	(1,624.3)	(970.4)
					Revenues less
liquidity rebates, brokerage, clearance and exchange fees	211.6	210.0	183.1	812.3	687.4
					Operating Expenses
Compensation and benefits	54.4	52.0	51.2	200.4	195.7
Marketing and advertising	7.6	4.1	8.2	20.8	20.5
Depreciation and amortization	9.6	9.7	10.6	38.9	70.9
Professional and contract services	8.6	6.4	9.0	32.1	32.0
Computer operations and data communications	5.9	6.6	11.8	28.7	41.5
Provision for bad debts	(0.4)	0.2	0.7	1.9	0.5
Occupancy	8.5	8.2	8.5	34.5	34.1
Regulatory	7.4	7.7	--	28.9	--
General, administrative and other	8.4	31.2	7.0	60.4	44.3
Total direct expenses	110.0	126.1	107.0	446.6	439.5
Support costs from related parties, net	--	--	8.0	--	33.8
Total operating expenses	110.0	126.1	115.0	446.6	473.3
Operating income	101.6	83.9	68.1	365.7	214.1
Interest income	14.8	9.5	6.3	37.6	24.6
Interest expense	(2.4)	(23.4)	(24.6)	(72.9)	(91.1)
Gain on foreign currency option contracts	18.2	35.2	48.4	44.0	48.4
Dividend income	--	--	7.0	14.5	16.2
Gain on sale of strategic initiative	--	431.4	--	431.4	--
Strategic initiative costs	--	--	--	(26.5)	--
Minority interest	--	--	0.3	0.1	0.9
					Income before
income taxes	132.2	536.6	105.5	793.9	213.1
Income tax provision	53.2	171.6	42.5	275.5	85.2
Net income	\$ 79.0	\$ 365.0	\$ 63.0	\$ 518.4	\$ 127.9

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Net income applicable to common stockholders:					
Net income	\$ 79.0	\$ 365.0	\$ 63.0	\$ 518.4	127.9
Preferred stock:					
Dividends declared	--	--	--	--	(0.4)
Accretion of preferred stock	--	--	--	--	(0.3)
	-----	-----	-----	-----	-----
					Net income
Net income applicable to common stockholders	\$ 79.0	\$ 365.0	\$ 63.0	\$ 518.4	\$ 127.2
	=====	=====	=====	=====	=====
					Basic and diluted
Earnings per share:					
Basic	\$ 0.63	\$ 3.23	\$ 0.56	\$ 4.47	\$ 1.22
	=====	=====	=====	=====	=====
Diluted	\$ 0.52	\$ 2.41	\$ 0.43	\$ 3.46	\$ 0.95
	=====	=====	=====	=====	=====
Weighted average common shares outstanding for earnings per share:					
Basic	125.8	113.2	112.1	116.1	104.3
Diluted	154.0	152.3	152.1	152.5	144.2

The Nasdaq Stock Market, Inc.
Condensed Consolidated Balance Sheets
(in millions)

	Dec 31, 2007	Dec 31, 2006
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	(unaudited)	Assets Current assets:
Cash and cash equivalents	\$ 1,325.3	\$ 322.0
Available-for-sale investments, at fair value	--	1,628.2
Receivables, net	249.5	233.3
Deferred tax assets	10.8	11.1
Other current assets	96.4	118.0
	-----	-----
Total current assets	1,682.0	2,312.6
Property and equipment, net	64.5	65.3
Non-current deferred tax assets	63.3	97.0
Goodwill	980.7	1,028.7
Intangible assets, net	181.6	199.6
Other assets	7.3	13.3
	-----	-----
Total assets	\$ 2,979.4	\$ 3,716.5
	=====	=====
Liabilities and stockholders' equity		
Current liabilities:		
Accounts payable and accrued expenses	\$ 115.1	\$ 110.6
Section 31 fees payable to SEC	103.6	60.1
Accrued personnel costs	64.6	55.6
Deferred revenue	60.5	56.4
Income tax payable	34.1	44.1
Other accrued liabilities	24.5	28.0
Deferred tax liabilities	8.8	95.0
Current portion of debt obligations	--	10.7
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Total current liabilities	411.2	460.5
Debt obligations	118.4	1,493.0
Non-current deferred tax liabilities	91.8	115.8
Non-current deferred revenue	94.0	90.6
Other liabilities	55.7	99.1
	-----	-----
Total liabilities	771.1	2,259.0
Minority interest	--	0.1
Stockholders' equity		
Common stock	1.4	1.3
Preferred stock	--	--
Additional paid-in capital	1,189.2	1,046.6
Common stock in treasury, at cost	(8.0)	(239.7)
Accumulated other comprehensive income	(4.7)	136.2
Retained earnings	1,030.4	513.0

Total stockholders' equity	2,208.3	1,457.4	
interest and stockholders' equity	\$ 2,979.4	\$ 3,716.5	Total liabilities, minority

The Nasdaq Stock Market, Inc.
Reconciliation of GAAP Earnings
(in millions, except per share amounts)
(unaudited)

	Three Months Ended				
	Dec 31, 2007	Sept 30, 2007	June 30, 2007	Mar 31, 2007	
Expenses:	\$ 110.0	\$ 126.1	\$ 99.7	\$ 110.7	GAAP Total Operating
Adjustments:					
Technology Review	--	--	0.9	0.7	
Real Estate Consolidation	--	--	--	--	
Workforce Reductions	0.6	1.1	1.1	1.4	
Extinguishment of Credit Facility	--	5.8	--	--	
Foreign Currency Gain	--	--	--	--	
Pension Plan and SERP Freeze	--	--	0.4	(6.5)	
Clearing Contract	--	--	--	10.6	
Debt Issuance Costs	1.1	--	--	--	
Tax Sharing Payment	--	19.5	--	--	
Total Adjustments	1.7	26.4	2.4	6.2	
Non-GAAP Total Expenses	\$ 108.3	\$ 99.7	\$ 97.3	\$ 104.5	
GAAP Operating Income:	\$ 101.6	\$ 83.9	\$ 99.0	\$ 81.4	
Adjustments:					
Technology Review	--	--	0.9	0.7	
Real Estate Consolidation	--	--	--	--	
Workforce Reductions	0.6	1.1	1.1	1.4	
Extinguishment of Credit Facility	--	5.8	--	--	
Foreign Currency Gain	--	--	--	--	
Pension Plan and SERP Freeze	--	--	0.4	(6.5)	
Clearing Contract	--	--	--	10.6	
Debt Issuance Costs	1.1	--	--	--	
Tax Sharing Payment	--	19.5	--	--	
Total Adjustments	1.7	26.4	2.4	6.2	
Non-GAAP Operating Income	\$ 103.3	\$ 110.3	\$ 101.4	\$ 87.6	
GAAP Net Income:	\$ 79.0	\$ 365.0	\$ 56.1	\$ 18.3	
Adjustments:					
Technology Review	--	--	0.5	0.4	
Real Estate Consolidation	--	--	--	--	
Workforce Reductions	0.4	0.7	0.7	0.8	
Extinguishment of Credit Facility	--	3.5	--	--	
Foreign Currency Gain	--	--	--	--	
Pension Plan and SERP Freeze	--	--	0.2	(3.9)	
Clearing Contract	--	--	--	6.4	
Debt Issuance Costs	0.7	--	--	--	
Dividend Income	--	--	(9.4)	--	
Tax Sharing Payment	--	11.8	--	--	
(Gain) Loss on Foreign Currency Option Contracts	(11.0)	(21.3)	1.0	4.7	
Strategic Initiative Costs	--	--	1.0	15.1	
Gain on Sale of Strategic Initiative	--	(297.6)	--	--	
Total Adjustments	(9.9)	(302.9)	(6.0)	23.5	

Non-GAAP Net Income	----- \$ 69.1 =====	----- \$ 62.1 =====	----- \$ 50.1 =====	----- \$ 41.8 =====
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GAAP Earnings per Common Share:

Diluted Earnings per Common Share	\$ 0.52	\$ 2.41	\$ 0.39	\$ 0.14
Adjustments:				
Total Adj. from GAAP Net Income Above:	(0.06)	(1.99)	(0.04)	0.15
per Common Share	----- \$ 0.46 =====	----- \$ 0.42 =====	----- \$ 0.35 =====	----- \$ 0.29 =====

Non-GAAP Diluted Earnings

Three Months Ended

	----- Dec 31, 2006 -----	----- Sept 30, 2006 -----	----- June 30, 2006 -----	----- Mar 31, 2006 -----
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GAAP Total Operating Expenses:	\$ 115.0	\$ 103.3	\$ 134.8	\$ 120.2
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Adjustments:				
Technology Review	3.3	3.4	9.9	11.9
Real Estate Consolidation	--	0.5	5.4	--
Workforce Reductions	1.3	0.9	2.6	1.7
Extinguishment of Credit Facility	--	--	20.9	--
Foreign Currency Gain	--	--	(8.2)	--
Pension Plan and SERP Freeze	--	--	--	--
Clearing Contract	--	--	--	--
Debt Issuance Costs	1.1	--	--	--
Tax Sharing Payment	--	--	--	--
Total Adjustments	----- 5.7	----- 4.8	----- 30.6	----- 13.6

Non-GAAP Total Expenses	----- \$ 109.3 =====	----- \$ 98.5 =====	----- \$ 104.2 =====	----- \$ 106.6 =====
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GAAP Operating Income:	\$ 68.1	\$ 67.9	\$ 36.3	\$ 41.8
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Adjustments:				
Technology Review	3.3	3.4	9.9	11.9
Real Estate Consolidation	--	0.5	5.4	--
Workforce Reductions	1.3	0.9	2.6	1.7
Extinguishment of Credit Facility	--	--	20.9	--
Foreign Currency Gain	--	--	(8.2)	--
Pension Plan and SERP Freeze	--	--	--	--
Clearing Contract	--	--	--	--
Debt Issuance Costs	1.1	--	--	--
Tax Sharing Payment	--	--	--	--
Total Adjustments	----- 5.7	----- 4.8	----- 30.6	----- 13.6

Non-GAAP Operating Income	----- \$ 73.8 =====	----- \$ 72.7 =====	----- \$ 66.9 =====	----- \$ 55.4 =====
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GAAP Net Income:	\$ 63.0	\$ 30.2	\$ 16.6	\$ 18.0
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Adjustments:				
Technology Review	2.0	2.1	6.0	7.2
Real Estate Consolidation	--	0.3	3.3	--
Workforce Reductions	0.8	0.5	1.6	1.0
Extinguishment of Credit Facility	--	--	12.7	--
Foreign Currency Gain	--	--	(5.0)	--
Pension Plan and SERP Freeze	--	--	--	--
Clearing Contract	--	--	--	--
Debt Issuance Costs	0.7	--	--	--
Dividend Income	(4.6)	--	(6.0)	--
Tax Sharing Payment	--	--	--	--
(Gain) Loss on Foreign Currency Option Contracts	(29.4)	--	--	--
Strategic Initiative				

Costs	--	--	--	--	
Gain on Sale of Strategic Initiative	--	--	--	--	
Total Adjustments	(30.5)	2.9	12.6	8.2	
Non-GAAP Net Income	\$ 32.5	\$ 33.1	\$ 29.2	\$ 26.2	
GAAP Earnings per Common Share:					
Diluted Earnings per Common Share	\$ 0.43	\$ 0.22	\$ 0.13	\$ 0.16	
Adjustments:					
Total Adj. from GAAP Net Income Above:	(0.20)	0.02	0.09	0.06	
per Common Share	\$ 0.23	\$ 0.24	\$ 0.22	\$ 0.22	Non-GAAP Diluted Earnings