



Bourse  
de Montréal Inc.

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<input checked="" type="checkbox"/>	Trading – Equity and Index Derivatives	<input checked="" type="checkbox"/>	Technology
<input type="checkbox"/>	Back-office – Futures	<input checked="" type="checkbox"/>	Regulation

**CIRCULAR**  
**May, 12, 2005**

**FINAL CONTRACT ADJUSTMENT  
PRECISION DRILLING CORPORATION (PD)  
Stock Split**

**THE FOLLOWING INFORMATION IS PREPARED FOR THE CONVENIENCE OF CANADIAN DERIVATIVES CLEARING CORPORATION (CDCC) MEMBERS AND BOURSE DE MONTRÉAL INC. (THE BOURSE) APPROVED PARTICIPANTS. THIS DOCUMENT IS AN UNOFFICIAL SUMMARY OF THE TERMS OF THE AFOREMENTIONED STOCK SPLIT. CDCC AND THE BOURSE ACCEPT NO RESPONSIBILITY FOR THE ACCURACY OR COMPLETENESS OF THE SUMMARY.**

The Bourse and CDCC hereby inform you that the shareholders of the Precision Drilling Corporation (Precision Drilling) approved on May 10, 2005, the stock split of Precision Drilling's common shares on a two for one basis.

**STOCK SPLIT - details:**

- **SPLIT RATIO:** 2 for 1
- **EX-DATE:** May 18, 2005
- **RECORD DATE:** May 20, 2005
- **PAYABLE DATE:** On or about May 31, 2005

**Adjustment details:**

Pursuant to Terms of Adjustment provided in Section A-902 of the Rules of CDCC, all Precision Drilling options will be adjusted as follows:

- **EFFECTIVE DATE:** May 18, 2005
- **OPTION SYMBOL:** PD
- **NUMBER OF CONTRACTS:** Doubled

Circular no.: 077-2005

**Tour de la Bourse**  
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- **NEW DELIVERABLE PER CONTRACT:** 100 Precision Drilling common shares
- **STRIKE PRICES:** An adjustment will be made for all existing series
- **MULTIPLIER:** 100
- **POSITION AND EXERCISE LIMITS:** Effective May 18, 2005, Position and Exercise Limits will remain unchanged at 75 000 contracts
- **CUSIP :** 74022D100.

**CDCC will not adjust any outstanding escrow receipts. Members who want to maintain margin relief for their entire position will be required to deposit additional escrow receipts.**

**Bourse de Montréal Inc. adjustment details:**

It is important to note that on the effective date mentioned above, all open orders on this option class **will not be automatically modified** to reflect the stock split and will therefore have to **be re-entered** into the Montreal Automated System (SAM) by the approved participants.

At the opening of business on the effective date, the Bourse will adjust the strike prices for Precision Drilling (PD) series as indicated below:

<b>Precision Drilling Corporation</b>			
<b>Symbol</b>	<b>Actual Strike Prices</b>	<b>New Strike Prices Effective on Wednesday May 18, 2005</b>	<b>Strike Price Codes</b>
PD	\$ 65.00	\$ 32.50	Z
PD	\$ 67.50	\$ 33.75	A
PD	\$ 70.00	\$ 35.00	G
PD	\$ 72.50	\$ 36.25	Y
PD	\$ 75.00	\$ 37.50	C
PD	\$ 77.50	\$ 38.75	D
PD	\$ 80.00	\$ 40.00	H
PD	\$ 82.50	\$ 41.25	E
PD	\$ 85.00	\$ 42.50	L
PD	\$ 90.00	\$ 45.00	I
PD	\$ 95.00	\$ 47.50	F
PD	\$ 100.00	\$ 50.00	J
PD	\$ 110.00	\$ 55.00	K

**PLEASE ENSURE THAT ALL CLIENTS WHO HAVE EITHER LONG OR SHORT POSITIONS IN THIS OPTION CLASS ARE ADVISED OF THIS NOTICE.**

For further information, please contact your CDCC's Operations Department.

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Legal Counsel  
Secretariat and Legal Affairs