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**CIRCULAR 066-16**

May 24, 2016

## FINAL CONTRACT ADJUSTMENT

### RONA Inc. (RON) Plan of Arrangement

**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 CERTAIN TERMS OF THE AFOREMENTIONED ADJUSTMENT. CDCC AND THE BOURSE ACCEPT NO RESPONSIBILITY FOR THE ACCURACY OR COMPLETENESS OF THE SUMMARY. CDCC MEMBERS AND BOURSE APPROVED PARTICIPANTS MUST ENSURE THEY HAVE REVIEWED THE DOCUMENTATION PUBLISHED BY THE ISSUERS INVOLVED IN THIS CORPORATE ACTION.**

The Bourse and CDCC wish to inform you that the common shares of RONA Inc. ("RONA") will be delisted from the Toronto Stock Exchange at the close of business May 24, 2016 as a result of a plan of arrangement through which Lowe's Companies Inc. ("Lowe's") acquired all of the issued and outstanding shares of RONA. Under the terms of the agreement, RONA shareholders will receive for each RONA's Share, \$24.00 CDN in cash.

RONA Inc. ("RONA")

#### **CDCC - Adjustment Details:**

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

- **EFFECTIVE DATE:** May 25, 2016
- **OPTIONS SYMBOL:** RON1
- **NUMBER OF CONTRACTS:** Unchanged
- **MULTIPLIER:** 100

- **NEW DELIVERABLE PER CONTRACT:** A cash consideration of approximately \$ 2,400 CDN.
- **STRIKE PRICES:** Unchanged
- **POSITION AND EXERCISE LIMITS:** The position and exercise limits will be fixed at 250,000 contracts.
- **CUSIP :** NOTACUSIP

CDCC will not accept escrow receipts on these adjusted series

### ACCELERATED EXPIRY

Please note that on June 17, 2016, an acceleration of the expiration dates for the following outstanding option series will be applied.

RONA Inc. – RON1

Existing American-style RONA Inc. options remain exercisable at the option of the holder prior to their expiration. Exercised options will continue to settle in three business days.

### **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 plan of arrangement and will therefore have to **be re-entered** into the Montreal Automated System (SAM) by the approved participants.

The existing series of RONA Inc. will trade under the new class symbol RON1 to represent the new deliverable, due to the accelerated expiry. Please note that only closing transactions will be permitted on the class. Actual series that do not have open interest will be removed from the trading list.

Please note RONA Inc. - RON is part of our Penny Program and therefore the new symbol RON1 will be in the Program.

<b>RONA Inc.</b>		
<b>Actual Strike Prices</b>	<b>Actual Class Symbol</b>	<b>New class symbol</b>
<b>\$ 9.00</b>	<b>RON</b>	<b>RON1</b>
<b>\$ 10.00</b>	<b>RON</b>	<b>RON1</b>
<b>\$ 11.00</b>	<b>RON</b>	<b>RON1</b>
<b>\$ 12.00</b>	<b>RON</b>	<b>RON1</b>
<b>\$ 13.00</b>	<b>RON</b>	<b>RON1</b>
<b>\$ 14.00</b>	<b>RON</b>	<b>RON1</b>

<b>\$ 15.00</b>	<b>RON</b>	<b>RON1</b>
<b>\$ 16.00</b>	<b>RON</b>	<b>RON1</b>
<b>\$ 17.00</b>	<b>RON</b>	<b>RON1</b>
<b>\$ 18.00</b>	<b>RON</b>	<b>RON1</b>
<b>\$ 19.00</b>	<b>RON</b>	<b>RON1</b>
<b>\$ 20.00</b>	<b>RON</b>	<b>RON1</b>
<b>\$ 21.00</b>	<b>RON</b>	<b>RON1</b>
<b>\$ 22.00</b>	<b>RON</b>	<b>RON1</b>
<b>\$ 23.00</b>	<b>RON</b>	<b>RON1</b>
<b>\$ 24.00</b>	<b>RON</b>	<b>RON1</b>
<b>\$ 25.00</b>	<b>RON</b>	<b>RON1</b>
<b>\$ 26.00</b>	<b>RON</b>	<b>RON1</b>
<b>\$ 27.00</b>	<b>RON</b>	<b>RON1</b>
<b>\$ 28.00</b>	<b>RON</b>	<b>RON1</b>
<b>\$ 29.00</b>	<b>RON</b>	<b>RON1</b>

**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 Louise Leclair, Trading Systems Analyst Market Operations, Bourse de Montréal Inc. at (514) 871-3526. CDCC clearing members may contact the Member Services Department.

Jean-François Bertrand  
Vice-President, Market Operations, Services and Connectivity,  
Financial Markets