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CIRCULAR November 10, 2010

# FINAL CONTRACT ADJUSTMENT Magna International Inc. (MG) Stock Split

THE FOLLOWING INFORMATION IS PREPARED FOR THE CONVENIENCE OF <u>CANADIAN DERIVATIVES CLEARING CORPORATION (CDCC) MEMBERS AND BOURSE DE MONTRÉAL INC. (THE BOURSE) APPROVED PARTICIPANTS.</u> 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 Magna International Inc. ("Magna") announced on November 4, 2010 that its Board of Directors has approved a two-for-one stock split of all its outstanding common shares. As a result of the two-for-one stock split, common shareholders of record as of the close of business on November 16, 2010, will receive one additional share of Magna for each share held. Share certificates representing the additional shares will be distributed on or about November 24, 2010.

### **Stock split - adjustment details:**

**EX-DATE:** November 12, 2010

➤ RECORD DATE: November 16, 2010

> PAYABLE DATE: On or about November 24, 2010

#### **CDCC - adjustment details:**

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

➤ EFFECTIVE DATE: November 12, 2010

➤ OPTIONS SYMBOL: No change

**► NUMBER OF CONTRACTS:** Doubled

> MULTIPLIER: 100

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**NEW DELIVERABLE PER CONTRACT:** 

100 Magna common shares

**STRIKE PRICES:** 

An adjustment will be made for all existing series.

POSITION AND EXERCISE

**LIMITS:** 

Effective November 12, 2010, position and exercise limits will be 63,000 contracts for members holding a position on that date and 75,000 contracts for members initiating a position on and after that date.

**CUSIP:** 

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CDCC will not adjust any outstanding escrow receipts. Members who want to maintain margin relief for all their positions 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 November 12, 2010, the Bourse will adjust the strike prices for Magna series as indicated below. Please note that the symbol will remain unchanged.

Magna International Inc.				
Symbol	<b>Actual Strike Prices</b>	New Strike Prices		
MG	\$56.00	\$28.00		
MG	\$58.00	\$29.00		
MG	\$60.00	\$30.00		
MG	\$62.00	\$31.00		
MG	\$64.00	\$32.00		
MG	\$66.00	\$33.00		
MG	\$68.00	\$34.00		
MG	\$70.00	\$35.00		
MG	\$72.00	\$36.00		
MG	\$74.00	\$37.00		
MG	\$76.00	\$38.00		
MG	\$78.00	\$39.00		
MG	\$80.00	\$40.00		
MG	\$82.00	\$41.00		
MG	\$84.00	\$42.00		
MG	\$86.00	\$43.00		
MG	\$88.00	\$44.00		
MG	\$90.00	\$45.00		
MG	\$92.00	\$46.00		

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MG	\$94.00	\$47.00
MG	\$96.00	\$48.00
MG	\$98.00	\$49.00
MG	\$100.00	\$50.00
MG	\$104.00	\$52.00
MG	\$108.00	\$54.00

## 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.

Brian Gelfand Vice-President, Institutional Relations and Market Operations

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