



NOTICE TO MEMBERS

No. 2009 - 066

June 5, 2009

ANTICIPATED CONTRACT ADJUSTMENT - FOLLOW-UP Domtar Corporation (UFS) Reverse 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 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 Domtar Corporation ("Domtar") announced on May 29 2009, that its stockholders has approved the implementation of a reverse stock split at a 1-for-12 ratio of its outstanding common stock. Domtar expects that the reverse stock split will be effective at 6:01 p.m. (ET) on June 10, 2009.

CDCC - Adjustment Details

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

- | | |
|---|---|
| ➤ <u>ANTICIPATED EFFECTIVE DATE:</u> | June 8, 2009 |
| ➤ <u>OPTIONS SYMBOL:</u> | UFS will become UFQ |
| ➤ <u>NUMBER OF CONTRACTS:</u> | Unchanged |
| ➤ <u>NEW DELIVERABLE PER CONTRACT:</u> | - 8 Domtar common shares
- Cash in lieu of 0.3333 fractional Domtar common shares* |
| ➤ <u>MULTIPLIER:</u> | 100 |

- POSITION AND EXERCISE LIMITS Expected to be effective on June 8, 2009, the position and exercise limits will be 22,500 contracts.

- CUSIP: NOTACUSIP

* The cash amount of the deliverable will remain permanently fixed as the option deliverable and will not vary.

CDCC will not accept escrow receipts on these adjusted series.

The Bourse - 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 rights offering and will therefore have to **be re-entered** into the Montreal Automated System (SAM) by the approved participants.

At the opening of business on June 8, 009 the new option class will be:

Domtar Corp.		
Actual Strike Price	Actual Class Symbol	New Class Symbol
\$3.00	UFS	UFQ

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. Clearing members may contact the CDCC Operations Department.

Alain Miquelon
Interim Executive Vice-President and Chief Clearing Officer