

NOTICE TO MEMBERS

No. 2019 - 135

December 18, 2019

FINAL CONTRACT ADJUSTMENT Kinder Morgan Canada Ltd. (KML) 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 Pembina Pipeline Corporation ("Pembina") (TSX: PPL; NYSE: PBA) and Kinder Morgan Canada Limited ("Kinder Morgan Canada") (TSX: KML) announced on December 16, 2019, the completion of their previously announced plan of arrangement.

Pursuant to the terms of the Plan of Arrangement, common shareholders of Kinder Morgan Canada will receive 0.3068 of a common share of Pembina for each issued and outstanding common share held.

The common shares will be delisted from the Toronto Stock Exchange at the close of business on December 18, 2019.

CDCC - Adjustment Details :

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

- **EFFECTIVE DATE:** December 19, 2019
- **OPTIONS SYMBOL:** KML will become PPL1
- **NUMBER OF CONTRACTS:** Unchanged
- **MULTIPLIER:** 100
- **DELIVERABLE PER CONTRACT:** 30 Common shares of Pembina Pipeline Corporation and a cash consideration in lieu of 0.68 (100 x 0.068) Pembina Pipeline Corporation common shares. A follow-up circular will confirm the amount.

- **STRIKE PRICES:** Unchanged
- **POSITION AND EXERCISE LIMITS:** The position and exercise limits will not change, it will remain 200 000 contracts.
- **NEW CUSIP :** NOTACUSIP

CDCC will not accept escrow receipts on these adjusted series

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 KML options class will be transferred to the PPL1 options class representing the new deliverable.

Kinder Morgan Canada Limited		
Actual Strike Prices	Actual Class Symbol	New class symbol
\$ 9.00	KML	PPL1
\$ 10.00	KML	PPL1
\$ 11.00	KML	PPL1
\$ 12.00	KML	PPL1
\$ 13.00	KML	PPL1
\$ 14.00	KML	PPL1
\$ 15.00	KML	PPL1
\$ 16.00	KML	PPL1
\$ 17.00	KML	PPL1

Please note that only closing transactions will be permitted on the adjusted class. Actual series that do not have open interest will not be adjusted.

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 the Market Operations Department at (514) 871-7877. Clearing members may contact the CDCC Corporate Operations Department.

Anne Fiddes
Vice President, Integrated Operations CDCC