



NOTICE TO MEMBERS

No. 2006 – 104

August 28, 2006

ANTICIPATED CONTRACT ADJUSTMENT

**Domtar Inc. (DTC)
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.

The Bourse and CDCC wish to inform you that Domtar Inc. (Domtar) announced on August 23, 2006 that it has signed a definitive agreement to combine with Weyerhaeuser Co. (WY). The new company is to be called Domtar. Under the terms of the plan of arrangement, all shares of Domtar will be automatically exchanged - on a one-for-one basis - for common shares of a Canadian subsidiary of the new Domtar. Following that, Domtar shareholders who are taxable Canadian residents can either exchange these shares for common shares in the new Domtar or they can receive the new Domtar Canadian subsidiary exchangeable shares, exchangeable at any time.

The transaction was approved by the board of directors of each company. The combination which is subject to Domtar shareholders' approval and to regulatory approvals is expected to close in the first quarter of 2007.

PLEASE ENSURE THAT ALL CLIENTS WHO HAVE EITHER LONG OR SHORT POSITIONS IN THESE OPTION CLASSES 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 or CDCC's Operations Department.

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