

MEMORANDUM

To: All Option Members, Member Organizations and ROTs

From: Market Watch

Date: July 18, 2007

Subject: IPSCO, Inc. (IPS) Merger

On Monday, July 16, 2007, the shareholders of IPSCO, Inc. (IPS) voted to approve the proposed merger with SSAB Canada Inc., a subsidiary of SSAB Svenskt Stal AB. Pursuant to the merger terms each IPS share will be converted into the right to receive \$160.00 cash. **The merger will become effective on Wednesday, July 18, 2007.**

***The foregoing is an unofficial summary of the terms of the Merger, prepared by the PHLX for the convenience of its members. PHLX accepts no responsibility for the accuracy or completeness of the summary. Members should refer to the proxy statement for the authoritative description of the merger terms and conditions.*

Pursuant to Options Clearing Corporation (OCC) By-Laws, all outstanding IPS options will be adjusted as follows:

EFFECTIVE DATE: Thursday, July 19, 2007
NEW DELIVERABLE: \$16,000.00 cash per contract (\$160.00 x 100)

Existing open interest in all IPS options will remain until options are exercised or expire. Since they are American style options, they are exercisable at the option of the holder.

Questions regarding this release may be directed to Market Watch at 1-800-THE-PHLX, choice #2, or (215) 496-1508.