



INTERNATIONAL SECURITIES EXCHANGE

# SERIES ADJUSTMENTS - 2005-137

## ONN INFORMATION CIRCULAR # 1119

August 17, 2005

**Smith International Inc. (SII)**

**2 for 1 Stock Split**

**Ex-Distribution Date: 8/25/2005**

Smith International Inc. (SII) has declared a 2 for 1 stock split payable to shareholders of record on August 5, 2005. Distribution date for the stock split will be Wednesday, August 24, 2005. Ex-distribution date for the stock split will be Thursday, August 25, 2005.

### Contract Adjustments:

Pursuant to the by-laws of The Options Clearing Corporation ("OCC"), all Smith International Inc. options will be adjusted as follows:

**Adjustment Date:** Effective with exercises of Thursday, August 25, 2005 and thereafter.  
**ISE Underlying Symbol(s):** Unchanged - SII  
**OPRA Option Symbol(s):** Unchanged - (SII/VID/WIQ)  
**No. of Contracts:** 2  
**Strike Prices:** Reduced by dividing existing strikes by 2 and rounding to the nearest eighth.  
**Multiplier:** 100 (e.g., Premium of 1.00 = \$100)  
**New Deliverable/Contract:** Unchanged - 100 Shares of Smith International Inc.

### GTC Order Cancellation:

On Wednesday, August 24, 2005, immediately after the ISE close, all resting orders in the SII order book will be cancelled.

### Position and Exercise Limits:

The ISE Surveillance Department has determined that position and exercise limits following this stock split will be 50,000,000 shares through the January 19, 2008 expiration date at which time it will revert to its standard limit of 25,000,000 shares.

### Adjusted Exercise Prices:

Smith International Inc. (SII)  
(Before 8/25/2005)  
(1 Contract)

Smith International Inc. (SII)  
(Beginning 8/25/2005)  
(2 Contracts)

<u>ISE Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>	<u>ISE Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>
SII5SEP55.0C/P	SII	SEP	55	IK/UK	SII5SEP27.5CX/PX	SII	SEP	27 1/2	IY/UY
SII5SEP60.0C/P	SII	SEP	60	IL/UL	SII5SEP30.0CX/PX	SII	SEP	30	IF/UF
SII5SEP65.0C/P	SII	SEP	65	IM/UM	SII5SEP32.5CX/PX	SII	SEP	32 1/2	IZ/UZ
SII5SEP70.0C/P	SII	SEP	70	IN/UN	SII5SEP35.0CX/PX	SII	SEP	35	IG/UG
SII5SEP75.0C/P	SII	SEP	75	IO/UO	SII5SEP37.5CX/PX	SII	SEP	37 1/2	IU/UU

Smith International Inc. (SII)  
(Before 8/25/2005)  
(1 Contract)

Smith International Inc. (SII)  
(Beginning 8/25/2005)  
(2 Contracts)

<u>ISE Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>	<u>ISE Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>
SII5OCT50.0C/P	SII	OCT	50	JJ/VJ	SII5OCT25.0CX/PX	SII	OCT	25	JE/VE
SII5OCT55.0C/P	SII	OCT	55	JK/VK	SII5OCT27.5CX/PX	SII	OCT	27 1/2	JY/VY
SII5OCT60.0C/P	SII	OCT	60	JL/VL	SII5OCT30.0CX/PX	SII	OCT	30	JF/VF
SII5OCT65.0C/P	SII	OCT	65	JM/VM	SII5OCT32.5CX/PX	SII	OCT	32 1/2	JZ/VZ
SII5OCT70.0C/P	SII	OCT	70	JN/VN	SII5OCT35.0CX/PX	SII	OCT	35	JG/VG
SII5OCT75.0C/P	SII	OCT	75	JO/VO	SII5OCT37.5CX/PX	SII	OCT	37 1/2	JU/VU
SII6JAN20.0C/P	SII	JAN	20	AD/MD	SII6JAN10.0CX/PX	SII	JAN	10	AB/MB
SII6JAN30.0C/P	SII	JAN	30	AF/MF	SII6JAN15.0CX/PX	SII	JAN	15	AC/MC
SII6JAN40.0C/P	SII	JAN	40	AH/MH	SII6JAN20.0CX/PX	SII	JAN	20	AD/MD
SII6JAN45.0C/P	SII	JAN	45	AI/MI	SII6JAN22.5CX/PX	SII	JAN	22 1/2	AX/MX
SII6JAN50.0C/P	SII	JAN	50	AJ/MJ	SII6JAN25.0CX/PX	SII	JAN	25	AE/ME
SII6JAN55.0C/P	SII	JAN	55	AK/MK	SII6JAN27.5CX/PX	SII	JAN	27 1/2	AY/MY
SII6JAN60.0C/P	SII	JAN	60	AL/ML	SII6JAN30.0CX/PX	SII	JAN	30	AF/MF
SII6JAN65.0C/P	SII	JAN	65	AM/MM	SII6JAN32.5CX/PX	SII	JAN	32 1/2	AZ/MZ
SII6JAN70.0C/P	SII	JAN	70	AN/MN	SII6JAN35.0CX/PX	SII	JAN	35	AG/MG
SII6JAN75.0C/P	SII	JAN	75	AO/MO	SII6JAN37.5CX/PX	SII	JAN	37 1/2	AU/MU

Smith International - 2007 Leap (SII/VID)  
(Before 8/25/2005)  
(1 Contract)

Smith International - 2007 Leap (SII/VID)  
(Beginning 8/25/2005)  
(2 Contracts)

<u>ISE Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>	<u>ISE Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>
SII7JAN30.0C/P	VID	JAN	30	AF/MF	SII7JAN15.0CX/PX	VID	JAN	15	AC/MC
SII7JAN35.0C/P	VID	JAN	35	AG/MG	SII7JAN17.5CX/PX	VID	JAN	17 1/2	AW/MW
SII7JAN40.0C/P	VID	JAN	40	AH/MH	SII7JAN20.0CX/PX	VID	JAN	20	AD/MD
SII7JAN45.0C/P	VID	JAN	45	AI/MI	SII7JAN22.5CX/PX	VID	JAN	22 1/2	AX/MX
SII7JAN50.0C/P	VID	JAN	50	AJ/MJ	SII7JAN25.0CX/PX	VID	JAN	25	AE/ME
SII7JAN55.0C/P	VID	JAN	55	AK/MK	SII7JAN27.5CX/PX	VID	JAN	27 1/2	AY/MY
SII7JAN60.0C/P	VID	JAN	60	AL/ML	SII7JAN30.0CX/PX	VID	JAN	30	AF/MF
SII7JAN70.0C/P	VID	JAN	70	AN/MN	SII7JAN35.0CX/PX	VID	JAN	35	AG/MG

Smith International - 2008 Leap (SII/WIQ)  
(Before 8/25/2005)  
(1 Contract)

Smith International - 2008 Leap (SII/WIQ)  
(Beginning 8/25/2005)  
(2 Contracts)

<u>ISE Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>	<u>ISE Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>
SII8JAN40.0C/P	WIQ	JAN	40	AH/MH	SII8JAN20.0CX/PX	WIQ	JAN	20	AD/MD
SII8JAN50.0C/P	WIQ	JAN	50	AJ/MJ	SII8JAN25.0CX/PX	WIQ	JAN	25	AE/ME
SII8JAN55.0C/P	WIQ	JAN	55	AK/MK	SII8JAN27.5CX/PX	WIQ	JAN	27 1/2	AY/MY
SII8JAN60.0C/P	WIQ	JAN	60	AL/ML	SII8JAN30.0CX/PX	WIQ	JAN	30	AF/MF
SII8JAN65.0C/P	WIQ	JAN	65	AM/MM	SII8JAN32.5CX/PX	WIQ	JAN	32 1/2	AZ/MZ
SII8JAN70.0C/P	WIQ	JAN	70	AN/MN	SII8JAN35.0CX/PX	WIQ	JAN	35	AG/MG
SII8JAN80.0C/P	WIQ	JAN	80	AP/MP	SII8JAN40.0CX/PX	WIQ	JAN	40	AH/MH

Any additional series added prior to the ex-dte will also be adjusted in the manner described below.

Questions regarding this release may be directed to Iris Rodriguez at (212) 897-0264.