



INTERNATIONAL SECURITIES EXCHANGE

SERIES ADJUSTMENTS - 2006-154
ONN INFORMATION CIRCULAR # 1617
August 7, 2006

Kerr-McGee Corporation (KMG) - Anticipated Cash Settlement

On August 10, 2006, Shareholders of Kerr-McGee Corporation (KMG) will vote concerning the proposed merger with a subsidiary of Anadarko Petroleum Corporation (APC). If the merger is approved and consummated, each existing KMG Common Share will be converted into the right to receive \$70.50 net cash per share. If the effective time of the merger does not occur on or before August 10, 2006, the amount of the merger consideration will increase at a daily rate of \$0.01255 for each day until the effective time of the merger. The merger consideration will not exceed \$71.0271 per KMG share.

Pending Contract Adjustments

Pursuant to Options Clearing Corporation (OCC) by-laws, all outstanding Kerr-McGee Corporation options will be adjusted as follows:

Adjustment Date: **Effective the opening of business day after the merger is consummated**
Contract adjustment is expected to occur in the 3rd quarter, 2006.

New Deliverable/Contract: \$7,050.00 (\$70.50 x 100) subject to adjustment

Since KMG options are American Style, KMG open interest will remain until exercise or expiration.

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

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