



**SERIES ADJUSTMENT - 2009-201694**  
**ONN INFORMATION CIRCULAR # 201694**  
**September 14, 2009**

**PDL BIOPHARMA INC(PDLI)**  
**Special Cash Dividend**  
**Ex-Distribution Date: 9/15/2009**

PDL Biopharma, Inc. (PDLI) has declared a special cash dividend of \$0.50 to shareholders of record Thursday, September 14, 2009. Distribution date for the dividend will be Thursday, October 01, 2009. **Ex-distribution date for the dividend will be Tuesday, September 15, 2009.**

**Pending Contract Adjustments**

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

<b>Adjustment Date:</b>	<b>Tuesday, September 15, 2009</b>
<b>BOX Underlying Symbol(s):</b>	PDLI remains the same
<b>OPRA Option Symbol(s):</b>	PQI/XNJ remain the same
<b>No. Of Contracts :</b>	1
<b>Strike Prices:</b>	Reduced by subtracting existing strikes by .50.
<b>Multiplier:</b>	100 (e.g. Premium of 1.00 = \$100)
<b>New Deliverable/Contract:</b>	<b>100 Shares of PDL Biopharma, Inc. (PDLI)</b>

**GTC Order Cancellation:**

On Monday, September 14, 2009, immediately after the BOX close, all resting orders in the PDLI order book will be canceled by the BOX Market Operations Center. If a BOX Participant wishes to enter orders for the adjusted PQI series, the BOX Participant will need to reenter the orders before the open on Tuesday, September 15, 2009.

PDL BIOPHARMA INC(PQI)  
 (Before 9/15/2009)  
 100 shares PDLI

PDL BIOPHARMA INC(PQI)  
 (Beginning 9/15/2009)  
 See New Deliverable Above

<u>BOX Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>	<u>BOX Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>
PQI	PQI	Sep	2.5	IZ/UZ	PQI	PQI	Sep	2	IN/UN
PQI	PQI	Sep	5	IA/UA	PQI	PQI	Sep	4.5	IO/UO
PQI	PQI	Sep	7.5	IU/UU	PQI	PQI	Sep	7	IP/UP
PQI	PQI	Sep	10	IB/UB	PQI	PQI	Sep	9.5	IQ/UQ
PQI	PQI	Sep	12.5	IV/UV	PQI	PQI	Sep	12	IR/UR
PQI	PQI	Sep	15	IC/UC	PQI	PQI	Sep	14.5	IS/US
PQI	PQI	Sep	17.5	IW/UW	PQI	PQI	Sep	17	IT/UT
PQI	PQI	Oct	2.5	JZ/VZ	PQI	PQI	Oct	2	JN/VN
PQI	PQI	Oct	5	JA/VA	PQI	PQI	Oct	4.5	JO/VO

PQI	PQI	Oct	7.5	JU/VU	PQI	PQI	Oct	7	JP/VP
PQI	PQI	Oct	10	JB/VB	PQI	PQI	Oct	9.5	JQ/VQ
PQI	PQI	Oct	12.5	JV/VV	PQI	PQI	Oct	12	JR/VR
PQI	PQI	Oct	15	JC/VC	PQI	PQI	Oct	14.5	JS/VS
PQI	PQI	Oct	17.5	JW/VW	PQI	PQI	Oct	17	JT/VT
PQI	PQI	Nov	2.5	KZ/WZ	PQI	PQI	Nov	2	KN/WN
PQI	PQI	Nov	5	KA/WA	PQI	PQI	Nov	4.5	KO/VO
PQI	PQI	Nov	7.5	KU/WU	PQI	PQI	Nov	7	KP/WP
PQI	PQI	Nov	10	KB/WB	PQI	PQI	Nov	9.5	KQ/WQ
PQI	PQI	Nov	12.5	KV/WV	PQI	PQI	Nov	12	KR/WR
PQI	PQI	Nov	15	KC/WC	PQI	PQI	Nov	14.5	KS/WS
PQI	PQI	Nov	17.5	KW/WW	PQI	PQI	Nov	17	KT/WT
PQI	PQI	Jan	5	AA/MA	PQI	PQI	Jan	4.5	AO/MO
PQI	PQI	Jan	7.5	AU/MU	PQI	PQI	Jan	7	AP/MP
PQI	PQI	Jan	10	AB/MB	PQI	PQI	Jan	9.5	AQ/MQ
PQI	PQI	Jan	12.5	AV/MV	PQI	PQI	Jan	12	AR/MR
PQI	PQI	Feb	2.5	BZ/NZ	PQI	PQI	Feb	2	BN/NN
PQI	PQI	Feb	5	BA/NA	PQI	PQI	Feb	4.5	BO/NO
PQI	PQI	Feb	7.5	BU/NU	PQI	PQI	Feb	7	BP/NP
PQI	PQI	Feb	10	BB/NB	PQI	PQI	Feb	9.5	BQ/NQ
PQI	PQI	Feb	12.5	BV/NV	PQI	PQI	Feb	12	BR/NR
PQI	PQI	Feb	15	BC/NC	PQI	PQI	Feb	14.5	BS/NS
PQI	PQI	Feb	17.5	BW/NW	PQI	PQI	Feb	17	BT/NT

PDL BIOPHARMA INC(XNJ)  
 (Before 9/15/2009)  
 100 shares PDLI

PDL BIOPHARMA INC(XNJ)  
 (Beginning 9/15/2009)  
 See New Deliverable Above

<u>BOX Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>	<u>BOX Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>
XNJ	XNJ	Jan	2.5	AZ/MZ	XNJ	XNJ	Jan	2	AN/MN
XNJ	XNJ	Jan	5	AA/MA	XNJ	XNJ	Jan	4.5	AO/MO
XNJ	XNJ	Jan	7.5	AU/MU	XNJ	XNJ	Jan	7	AP/MP
XNJ	XNJ	Jan	10	AB/MB	XNJ	XNJ	Jan	9.5	AQ/MQ
XNJ	XNJ	Jan	12.5	AV/MV	XNJ	XNJ	Jan	12	AR/MR
XNJ	XNJ	Jan	15	AC/MC	XNJ	XNJ	Jan	14.5	AS/MS

Questions regarding this release may be directed to BOX Market Operations Center at 1-617-235-2249  
 or 1-866-768-8845 Toll Free