

Special Cash Dividend November 09, 2010

Exchange/Memo ID: 202081



VALEANT PHARMACEUTICALS INTERNATIONAL INC. (VRX) – SPECIAL CASH DIVIDEND

Ex - Distribution Date: 11/10/2010

DESCRIPTION:

Valeant Pharmaceuticals International Inc. (VRX) has announced a Special Cash Dividend of \$1.00 per VRX Common Share, payable to shareholders of record on Monday, November 15, 2010. The payable date is on Monday, December 22, 2010. **Ex-distribution for this special cash dividend will be on Wednesday November 10, 2010.**

NOTE: Operationally this adjustment calling for the delivery of the \$1.00 share distribution is being addressed by reducing all strike prices by 1.00. The VRX symbol will not change, allowing for convenient listing of new strikes under the same option symbols.

NOTE: Previously adjusted symbol VRX1 will be further adjusted to include the special dividend. The new deliverable will become 1) 178 VRX shares and 2) \$1,857.41 cash (\$178.00 + \$1679.41). All other option terms will remain unchanged.

Contract Adjustments:

Pursuant to the By-Laws of the Options Clearing Corporation ("OCC"), the below Valeant Pharmaceuticals International, Inc. options will be adjusted as follows.

Adjustment Date:	Wednesday, November 10, 2010
Option Symbol:	VRX remains the same
Underlying Security:	VRX remains the same
Contract Multiplier:	1
Strike Prices:	Changed by reducing the existing strikes by \$1.00
New Multiplier:	100 (e.g. premium of 1.00 = \$100)
New Deliverable:	100 Valeant Pharmaceuticals International Inc. (VRX) Common Shares

GTC Order Cancellation:

On Tuesday, November 9, 2010, immediately after the BOX close, all resting orders for VRX and VRX1 in the order book will be canceled by the BOX Market Operations Center. If a BOX Participant wishes to enter orders for the adjusted VRX and VRX1 series, the BOX Participant will need to reenter the orders before the open on Wednesday, November 10, 2010.

Pricing Considerations:

Additional Exchange Info:

Old Option Symbol	Old PutCall Code	Old Strike Price	Old Contract Date	New Option Symbol	New PutCall Code	New Strike Price	New Contract Date
VRX	C/P	21.00	11/20/2010	VRX	C/P	20.00	11/20/2010
VRX	C/P	22.00	11/20/2010	VRX	C/P	21.00	11/20/2010
VRX	C/P	23.00	11/20/2010	VRX	C/P	22.00	11/20/2010
VRX	C/P	24.00	11/20/2010	VRX	C/P	23.00	11/20/2010
VRX	C/P	25.00	11/20/2010	VRX	C/P	24.00	11/20/2010
VRX	C/P	26.00	11/20/2010	VRX	C/P	25.00	11/20/2010
VRX	C/P	27.00	11/20/2010	VRX	C/P	26.00	11/20/2010
VRX	C/P	28.00	11/20/2010	VRX	C/P	27.00	11/20/2010
VRX	C/P	29.00	11/20/2010	VRX	C/P	28.00	11/20/2010

Old Option Symbol	Old PutCall Code	Old Strike Price	Old Contract Date	New Option Symbol	New PutCall Code	New Strike Price	New Contract Date
VRX	C/P	30.00	11/20/2010	VRX	C/P	29.00	11/20/2010
VRX	C/P	31.00	11/20/2010	VRX	C/P	30.00	11/20/2010
VRX	C/P	32.00	11/20/2010	VRX	C/P	31.00	11/20/2010
VRX	C/P	21.00	12/18/2010	VRX	C/P	20.00	12/18/2010
VRX	C/P	22.00	12/18/2010	VRX	C/P	21.00	12/18/2010
VRX	C/P	23.00	12/18/2010	VRX	C/P	22.00	12/18/2010
VRX	C/P	24.00	12/18/2010	VRX	C/P	23.00	12/18/2010
VRX	C/P	25.00	12/18/2010	VRX	C/P	24.00	12/18/2010
VRX	C/P	26.00	12/18/2010	VRX	C/P	25.00	12/18/2010
VRX	C/P	27.00	12/18/2010	VRX	C/P	26.00	12/18/2010
VRX	C/P	28.00	12/18/2010	VRX	C/P	27.00	12/18/2010
VRX	C/P	29.00	12/18/2010	VRX	C/P	28.00	12/18/2010
VRX	C/P	30.00	12/18/2010	VRX	C/P	29.00	12/18/2010
VRX	C/P	31.00	12/18/2010	VRX	C/P	30.00	12/18/2010
VRX	C/P	32.00	12/18/2010	VRX	C/P	31.00	12/18/2010
VRX	C/P	7.50	01/22/2011	VRX	C/P	6.50	01/22/2011
VRX	C/P	10.00	01/22/2011	VRX	C/P	9.00	01/22/2011
VRX	C/P	12.50	01/22/2011	VRX	C/P	11.50	01/22/2011
VRX	C/P	15.00	01/22/2011	VRX	C/P	14.00	01/22/2011
VRX	C/P	16.00	01/22/2011	VRX	C/P	15.00	01/22/2011
VRX	C/P	17.50	01/22/2011	VRX	C/P	16.50	01/22/2011
VRX	C/P	19.00	01/22/2011	VRX	C/P	18.00	01/22/2011
VRX	C/P	20.00	01/22/2011	VRX	C/P	19.00	01/22/2011
VRX	C/P	21.00	01/22/2011	VRX	C/P	20.00	01/22/2011
VRX	C/P	22.50	01/22/2011	VRX	C/P	21.50	01/22/2011
VRX	C/P	24.00	01/22/2011	VRX	C/P	23.00	01/22/2011
VRX	C/P	25.00	01/22/2011	VRX	C/P	24.00	01/22/2011
VRX	C/P	26.00	01/22/2011	VRX	C/P	25.00	01/22/2011
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VRX	C/P	29.00	01/22/2011	VRX	C/P	28.00	01/22/2011
VRX	C/P	30.00	01/22/2011	VRX	C/P	29.00	01/22/2011
VRX	C/P	31.00	01/22/2011	VRX	C/P	30.00	01/22/2011
VRX	C/P	32.00	01/22/2011	VRX	C/P	31.00	01/22/2011
VRX	C/P	17.50	04/16/2011	VRX	C/P	16.50	04/16/2011
VRX	C/P	19.00	04/16/2011	VRX	C/P	18.00	04/16/2011
VRX	C/P	20.00	04/16/2011	VRX	C/P	19.00	04/16/2011
VRX	C/P	21.00	04/16/2011	VRX	C/P	20.00	04/16/2011
VRX	C/P	22.00	04/16/2011	VRX	C/P	21.00	04/16/2011
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Old Option Symbol	Old PutCall Code	Old Strike Price	Old Contract Date	New Option Symbol	New PutCall Code	New Strike Price	New Contract Date
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VRX	C/P	30.00	04/16/2011	VRX	C/P	29.00	04/16/2011
VRX	C/P	31.00	04/16/2011	VRX	C/P	30.00	04/16/2011
VRX	C/P	32.00	04/16/2011	VRX	C/P	31.00	04/16/2011

Questions regarding this memo can be addressed to the BOX Market Operations Center at 617-235-2291 or toll free at 1-866-768-8845.