

UNITED STATES DISTRICT COURT
MIDDLE DISTRICT OF FLORIDA

IN RE CP SHIPS LTD. SECURITIES
LITIGATION

No. 8:05-MD-1656-T-27TBM

**SUPPLEMENTAL NOTICE OF PENDENCY OF CLASS ACTION AND PROPOSED SETTLEMENT,
REVISED TIMETABLE FOR SUBMITTING CLAIMS, REQUESTS FOR EXCLUSION AND OBJECTIONS
AND NOTICE OF RESCHEDULED FINAL HEARING**

This is a legal notice regarding a proposed settlement of the above-captioned action. A French translation of this document as well as the Full Notice and proof of claim and release form can be downloaded from the settlement web site, www.abdatalawserve.com. Le présent document est un avis juridique concernant une proposition de règlement de l'affaire citée en objet. La traduction française du présent document ainsi que l'avis dans son intégralité, la preuve de réclamation et la décharge de responsabilité peuvent être téléchargés à partir du site Web du règlement, www.abdatalawserve.com.

IF YOU PURCHASED OR OTHERWISE ACQUIRED THE SECURITIES OF CP SHIPS LTD. ("CP SHIPS") BETWEEN JANUARY 29, 2003 AND AUGUST 9, 2004, INCLUSIVE (THE "CLASS PERIOD"), EXCEPT FOR CANADIAN CITIZENS WHO PURCHASED SHARES OF CP SHIPS ON CANADIAN EXCHANGES DURING THE CLASS PERIOD (THE "CLASS"), YOU COULD RECEIVE A PAYMENT FROM A CLASS ACTION SETTLEMENT.

A federal court authorized this Notice. This is not a solicitation from a lawyer.

PLEASE NOTE: Beginning in March 2008, notice of a proposed settlement of the above-captioned action (the "U.S. Action") was mailed to thousands of potential members of the Class. Notice of the proposed settlement was also published in *The Wall Street Journal* as well as in two Canadian publications, *The Globe and Mail* and *La Presse*, and was posted on the settlement web site, www.abdatalawserve.com. This supplemental notice **ONLY** provides updated information to the previously disseminated notice (the "Full Notice"). You are encouraged to visit the settlement web site to download the Full Notice and to obtain additional information regarding the Settlement. If you have any questions, you may contact the Claims Administrator at (866) 778-9624 or via e-mail at info@CPShipsSettlement.com.

I. THE CANADIAN ACTIONS – Three class actions are presently pending in Canada on behalf of purchasers of CP Ships securities during the Class Period: *Anh Nguyen et ano. v. CP Ships Limited et al.*, Case No. 200-06-000042-047, pending in the Superior Court of the Province of Québec (the "Québec Action"); *Earl Downey v. CP Ships Limited et al.*, Case No. S0458855, pending in the Supreme Court of British Columbia (the "B.C. Action"); and *Peter McCann v. CP Ships Limited et al.*, Case No. 46098 CP, pending in the Ontario Superior Court of Justice (the "Ontario Action") (collectively, the "Canadian Actions"). The Canadian Actions have not been dismissed. The procedural and substantive laws governing the Canadian Actions are different from the procedural and substantive laws governing the U.S. Action. **If you fall within the class definition in the U.S. Action and you do not exclude yourself from the U.S. Action, then you could be precluded from participating in any of the Canadian Actions.**

To obtain additional information concerning the Ontario Action or the B.C. Action, please contact counsel to the plaintiffs in those actions: A. Dimitri Lascaris of Siskinds LLP, 680 Waterloo Street, London, Ontario, Canada N6A 3V8, (800) 461-6166 (Ext. 7844) (e-mail: dimitri.lascaris@siskinds.com). To obtain additional information concerning the Québec Action, please contact counsel to the petitioners in that action: Simon Hébert of Siskinds Desmeules, 43 Rue Buade, Bur 320, Québec City, Québec, Canada G1R 4A2, (418) 694-2009 (e-mail: simon.hebert@siskindsdesmeules.com).

II. CLASS MEMBER RECOVERY IN THE U.S. ACTION – The Settlement Fund is comprised of U.S.\$1,300,000 in cash. Lead Plaintiffs in the U.S. Action estimate that if all Class Members make a claim against the Settlement Fund, the average payment to Class Members in the U.S. Action will be U.S.\$0.11 per share of CP Ships common stock, based upon an estimate of 10,006,281 **damaged** shares (the Full Notice inadvertently referred to outstanding shares) of CP Ships common stock traded on the New York Stock Exchange as of the last day of the Class Period and after taking into consideration the relative average payment that would be paid to Authorized Claimants who purchased CP Ships 4% Convertible Senior Subordinated Notes and CP Ships 10-3/8% Senior Notes during the Class Period (estimated at approximately 16.82% of total damages). Moreover, if all damaged shares on the New York Stock Exchange and Toronto Stock Exchange were included in the Class, it is estimated that the damage per share recovery would be approximately U.S.\$0.02. However, because it is estimated that a substantial percentage of the damaged shares on the Toronto exchange are excluded from the U.S. Action (Canadian citizens purchasing on Canadian exchanges), it is therefore estimated that the ultimate recovery to Class Members here will be greater than U.S.\$0.02 but no more than U.S.\$0.11 per share. This average is an estimate, and is before deduction of court-approved fees and expenses.

III. CLARIFICATION OF CLASS DEFINITION – For purposes of determining whether a Canadian institution or entity is included within the term "Canadian citizen," as it is used in the Class definition in the U.S. Action, and therefore entitled to exclusion from the Class in the U.S. Action, the term "Canadian citizen" shall include institutions and entities incorporated or organized under the laws of Canada or any of its subdivisions.

IV. DEADLINE FOR OBJECTING TO THE SETTLEMENT OR REQUESTING EXCLUSION FROM THE CLASS – If after reading this supplemental notice, you would like to either object to the Settlement, or any aspect thereof, or exclude yourself from the Class in the U.S. Action, you must follow the same procedures for submitting objections or requesting exclusion from the Class that are set forth in Questions 13 and 18 of the Full Notice no later than **September 4, 2008**. Please note: If you previously excluded yourself from the Class and do not wish to change that election, no further action is required. If you previously filed a claim form but now wish to exclude yourself, you may do so by submitting a request for exclusion and the claims administrator will disregard your previously submitted claim form.

V. DEADLINE FOR SUBMITTING PROOF OF CLAIM AND RELEASE FORMS – If you have not already submitted a claim form in accordance with the Full Notice and would like to be eligible to participate in the Settlement, please follow the instructions provided in Question 10 of the Full Notice, and mail your completed claim form to the Claims Administrator at **CP Ships Ltd. Securities Litigation, Claims Administrator, c/o A.B. Data, Ltd., Post Office Box 170500, Milwaukee, WI 53217 USA**. Claim forms must be postmarked or received by **November 13, 2008**. Claim forms can be obtained by contacting the Claims Administrator at (866) 778-9624 or via email at info@CPShipsSettlement.com, or can be downloaded from the settlement web site, www.abdatalawserve.com. If you have already submitted a claim form in accordance with the Full Notice, you do not have to do anything further to be eligible to participate in the Settlement.

VI. RESCHEDULED HEARING ON FINAL APPROVAL OF SETTLEMENT – The final hearing will be held on Thursday, October 2, 2008, at 2:00 p.m., at the United States District Court for the Middle District of Florida, Tampa Division, Sam M. Gibbons U.S. Courthouse, 801 North Florida Avenue, Tampa, FL 33602, Courtroom 13B. At this hearing the Court will consider whether the Settlement and the Plan of Allocation are fair, reasonable, and adequate. If there are objections, the Court will consider them. The Court may also consider Lead Counsel's application for attorneys' fees and reimbursement of expenses. You may attend the hearing if you wish, but are not required to do so to participate in the Settlement. The final hearing may be postponed without further notice. Please refer to Questions 21 and 22 of the Full Notice for more information.

DO NOT TELEPHONE THE COURT REGARDING THIS NOTICE.

DATED: JUNE 30, 2008

BY ORDER OF THE COURT
UNITED STATES DISTRICT COURT
MIDDLE DISTRICT OF FLORIDA