



FOR IMMEDIATE RELEASE

CANADIAN TIRE DECLARES QUARTERLY DIVIDEND

(Toronto, Ontario) May 11, 2006: Canadian Tire Corporation, Limited (CTC, CTC.a) has declared a quarterly dividend of \$0.165 per share on each Common and Class A Non-Voting share. The dividend is payable September 1, 2006 to Common and Class A shareholders of record as of July 31, 2006.

Canadian Tire Corporation, Limited (TSX: CTC, CTC.a), Canada's most-shopped general merchandise retailer, operates more than 1,100 stores, gas bars and car washes in an inter-related network of businesses engaged in retail, financial services and petroleum. *Canadian Tire Retail*, with 464 stores operated by Associate Dealers across Canada offers a unique mix of products and services through three specialty categories in which the organization is the market leader — Automotive, Sports and Leisure, and Home Products. www.canadiantire.ca offers Canadians the opportunity to shop online. *PartSource* is an automotive parts specialty chain with 58 stores designed to meet the needs of purchasers of automotive parts – professional automotive installers and serious do-it-yourselfers. *Canadian Tire Petroleum* is one of the country's largest and most productive independent retailers of gasoline, operating 264 gas bars, 250 convenience stores and kiosks, and 73 car washes. *Mark's Work Warehouse* is one of the country's leading apparel retailers operating 334 stores in Canada. Under the Clothes that Work™ marketing strategy, Mark's sells apparel and footwear in work, work-related, casual and active-wear categories, as well as health-care and business-to-business apparel. www.marks.com offers Canadians the opportunity to shop online. *Canadian Tire Financial Services* manages approximately 4 million Canadian Tire MasterCard accounts and markets related financial products and services for retail and petroleum customers. Canadians can also access Financial Services online at www.ctfs.com. Over 50,000 Canadians work across Canadian Tire's organization from coast-to-coast in the enterprise's retail, financial services, and petroleum businesses.

- 30 -

For more information:

Caroline Casselman

Director Community & Public Affairs

416-480-8159

caroline.casselman@cantire.com