



**THE FOUNDATION
FOR SECURE
MARKETS**

#44215

DATE: DECEMBER 18, 2018

**SUBJECT: ARBOR REALTY TRUST, INC. – SPECIAL DISTRIBUTION
(ELECTION)
OPTION SYMBOL: ABR
NEW SYMBOL: ABR1
DATE: 12/27/18**

Arbor Realty Trust, Inc. (ABR) has declared a \$0.15 Special Dividend, payable in stock or cash at the holder's election, per ABR Common Share. In the aggregate, up to 20% of the dividend will be paid in cash ("Cash Amount"), with the balance to be paid in ABR shares. If the aggregate amount of stockholder cash elections exceeds the Cash Amount, then the payment of such cash elections will be made on a pro rata basis with the balance paid in shares. **Shareholders making no election will receive the dividend in the form of stock.** The election deadline is 5:00 p.m., Eastern Time, on January 18, 2019. The exact number of Common Shares to be received by non-electing shareholders will be determined by the company after the Election Deadline. **ABR options will be adjusted to reflect the distribution to be received by shareholders who fail to make a valid election.**

The Ex-distribution Date will be December 27, 2018. The Payable Date is January 31, 2019. The Record Date is December 28, 2018.

Exercise Consideration – On December 27, 2018, ABR options will be become adjusted symbol ABR1. The deliverable for ABR1 will reflect the additional amount of stock distributed for the dividend to shareholders who failed to make a valid election. ABR Call option holders who do not wish to receive the Special Dividend in the form distributed for non-electing shareholders must exercise their options in sufficient time in advance of the contract adjustment to observe all conditions of the election. In all cases, it is the sole responsibility of persons holding call options seeking to participate in the election to determine when to exercise their options and to comply with all terms and conditions of the election.

Contract Adjustment

Effective Date:	December 27, 2018
Option Symbol:	ABR changes to ABR1
Contract Multiplier:	1
Strike Divisor:	1
New Multiplier:	100 (e.g., for premium or strike dollar extensions 1.00 will equal \$100)
New Deliverable Per Contract:	1) 100 Arbor Realty Trust Inc. (ABR) Common Shares

- 2) An additional amount of ABR shares equal to approximately \$15.00 in value (100 x \$0.15)
- 3) Cash in lieu of fractional ABR shares, if any

CUSIP: 038923108

PRICING

Until the exact number of additional ABR shares and the cash in lieu amount of fractional ABR shares, if any, to be included in the ABR1 deliverable are determined, the underlying price for ABR1 will be determined as follows:

$$\text{ABR1} = \text{ABR} + 0.15$$

DELAYED SETTLEMENT

OCC will delay settlement of both the ABR component and the cash component, if any, of the ABR1 deliverable until the exact amount of ABR shares and the cash in lieu amount, if any, to be included in the ABR1 deliverable are determined. Upon determination of the ABR distribution rate and the cash in lieu of fractional share amount, if any, OCC will require Put exercisers and Call assignees to deliver the appropriate number of shares and the appropriate cash amount.

DISCLAIMER

This Information Memo provides an unofficial summary of the terms of corporate events affecting listed options or futures prepared for the convenience of market participants. OCC accepts no responsibility for the accuracy or completeness of the summary, particularly for information which may be relevant to investment decisions. Option or futures investors should independently ascertain and evaluate all information concerning this corporate event(s).

The determination to adjust options and the nature of any adjustment is made by OCC pursuant to OCC By-Laws, Article VI, Sections 11 and 11A. The determination to adjust futures and the nature of any adjustment is made by OCC pursuant to OCC By-Laws, Article XII, Sections 3, 4, or 4A, as applicable. For both options and futures, each adjustment decision is made on a case by case basis. Adjustment decisions are based on information available at the time and are subject to change as additional information becomes available or if there are material changes to the terms of the corporate event(s) occasioning the adjustment.

ALL CLEARING MEMBERS ARE REQUESTED TO IMMEDIATELY ADVISE ALL BRANCH OFFICES AND CORRESPONDENTS ON THE ABOVE.

For questions regarding this memo, call Investor Services at 1-888-678-4667 or email investorservices@theocc.com. Clearing Members may contact Member Services at 1-800-544-6091 or, within Canada, at 1-800-424-7320, or email memberservices@theocc.com.