



#43147

DATE: MAY 31, 2018

SUBJECT: ALLIANCE HOLDINGS GP, L.P. - CONTRACT ADJUSTMENT
OPTION SYMBOL: AHGP
NEW SYMBOL: ARLP1
DATE: 6/1/18

Contract Adjustment

DATE: June 1, 2018

OPTION SYMBOL: AHGP changes to ARLP1

STRIKE DIVISOR: 1

CONTRACTS MULTIPLIER: 1

NEW MULTIPLIER: 100 (e.g., a premium of 1.50 yields \$150; a strike of 25 yields \$2,500.00)

NEW DELIVERABLE PER CONTRACT: 1) 147 Alliance Resource Partners, L.P. (ARLP) Common Units
2) Cash in lieu of 0.81811610 fractional ARLP units, if any

CUSIP: ARLP: 01877R108

PRICING

Until the cash in lieu amount is determined, the underlying price for ARLP1 will be determined as follows:

$$\text{ARLP1} = 1.4781811610 (\text{ARLP})$$

DELAYED SETTLEMENT

The ARLP component of the ARLP1 deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash portion of the ARLP1 deliverable until the cash in lieu of fractional ARLP shares is determined. Upon determination of the cash in lieu amount, OCC will require Put exercisers and Call assignees to deliver the appropriate cash amount.

BACKGROUND

Alliance Holdings GP, L.P. (AHGP) asked AHGP unitholders as of the record date April 25, 2018, to submit letters of written consent by May 17, 2018, to approve and adopt the Simplification Agreement as described in the Consent Statement. Under the terms of the Simplification Agreement, a majority of unitholders submitted letters of written consent, therefore AHGP unitholders received a portion of the ARLP common units held by

AHGP equal to an exchange ratio calculated as described in the Consent Statement. The exchange ratio has been determined to be 1.4781811610 Alliance Resource Partners, L.P. common units per AHGP share held. The subsequent merger was completed on May 31, 2018. As a result, each existing AHGP Common Unit will be converted into the right to receive 1.4781811610 Alliance Resource Partners, L.P. (ARLP) Common Units. Cash will be paid in lieu of fractional ARLP units.

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 a panel of The OCC Securities Committee pursuant to OCC By-Laws, Article VI, Sections 11 and 11A. The adjustment panel is comprised of representatives from OCC and each exchange which trades the affected option. 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.