



**THE FOUNDATION  
FOR SECURE  
MARKETS**

**#45472**

**DATE:** AUGUST 8, 2019

**SUBJECT:** ANADARKO PETROLEUM CORPORATION – CONTRACT  
ADJUSTMENT  
OPTION SYMBOLS: APC/1APC/2APC  
NEW SYMBOLS: OXY1/1OXY1/2OXY1  
FUTURES SYMBOL: APC1D/APC1J/APC1K/APC1L/APC1I/  
APC2F/APC2M/APC2T/APC2W/APC3H  
NEW SYMBOL: APC2D/APC2J/APC2K/APC2L/APC2I/  
APC6F/APC6M/APC6T/APC6W/APC6H  
DATE: 8/9/19

**Contract Adjustment**

**DATE:** August 9, 2019

**OPTION SYMBOLS:** APC changes to OXY1  
1APC changes to 1OXY1  
2APC changes to 2OXY1

**STRIKE DIVISOR:** 1

**CONTRACTS  
MULTIPLIER:** 1

**NEW MULTIPLIER:** 100 (e.g., a premium of 1.50 yields \$150; a strike of 75 yields \$7,500.00)

**NEW DELIVERABLE  
PER CONTRACT:** 1) 29 Occidental Petroleum Corporation (OXY) Common Shares  
2) Cash in lieu of 0.34 fractional OXY shares  
3) \$5,900.00 Cash (\$59.00 x 100)

**CUSIP:** OXY: 674599105

**PRICING**

Until the cash in lieu amount is determined, the underlying price for OXY1/1OXY1/2OXY1 will be determined as follows:

$$\text{OXY1} = 0.2934 (\text{OXY}) + 59.00$$

## **DELAYED SETTLEMENT**

OCC will delay settlement of the OXY cash portion of the OXY1/1OXY1/2OXY1 deliverable until the cash in lieu of fractional OXY 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.

## **Futures Contract Adjustment**

DATE: August 9, 2019

FUTURES SYMBOL: APC1D changes to APC2D  
APC1J changes to APC2J  
APC1K changes to APC2K  
APC1L changes to APC2L  
APC1I changes to APC2I  
APC2F changes to APC6F  
APC2M changes to APC6M  
APC2T changes to APC6T  
APC2W changes to APC6W  
APC3H changes to APC6H

NUMBER OF  
CONTRACTS: No Change

MULTIPLIER 100 (e.g., a premium of 1.50 yields \$150)

NEW DELIVERABLE  
PER CONTRACT: 1) 29 Occidental Petroleum Corporation (OXY) Common Shares  
2) Cash in lieu of 0.34 fractional OXY shares  
3) \$5,900.00 Cash (\$59.00 x 100)

CUSIP: OXY: 674599105

## **PRICING**

Until the cash in lieu amount is determined, the underlying price for the APC2D/APC2J/APC2K/APC2L/APC2I/APC6F/APC6M/APC6T/APC6W/APC6H Futures contract deliverables, expressed in term of current market value, would be calculated as follows:

$$APC2D = 0.2934 (OXY) + 59.00$$

Please note that the valuation would apply only to the APC2D/APC2J/APC2K/APC2L/APC2I/APC6F/APC6M/APC6T/APC6W/APC6H deliverable in terms of current market value of the deliverable securities. The resulting price would not be equivalent to the daily settlement price of a futures contract month, whose determination would include cost of money carrying charges, adjustment for dividends, and other factors.

## **DELAYED SETTLEMENT**

OCC will delay settlement of the OXY cash portion of the APC2D/APC2J/APC2K/APC2L/APC2I/APC6F/APC6M/APC6T/APC6W/APC6H deliverable until the cash in lieu of fractional OXY shares is determined. Upon determination of the final cash in lieu amount, OCC will require delivery of the appropriate cash amount.

## **BACKGROUND**

On August 8, 2019, Shareholders of Anadarko Petroleum Corporation (APC) voted concerning the proposed merger with Occidental Petroleum Corporation (OXY). The merger was approved and subsequently consummated on August 8, 2019. As a result, each existing APC Common Share will be

converted into the right to receive 0.2934 OXY Common Shares plus \$59.00 Cash. Cash will be paid in lieu of fractional OXY shares.

## **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](mailto: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](mailto:memberservices@theocc.com).