



**DATE: MARCH 18, 2019**

**SUBJECT: TWENTY-FIRST CENTURY FOX, INC. – DISTRIBUTION/SHARE EXCHANGE**  
**OPTION SYMBOL: FOX**  
**NEW SYMBOL: TFCF1**  
**FUTURES SYMBOL: FOX1D**  
**NEW SYMBOL: FOX2D**  
**DATE: 3/19/19**

Twenty-First Century Fox, Inc. (FOX) will separate its news, sports, and broadcasting business as a part of a series of transactions related to the merger with The Walt Disney Company (DIS). The news, sports, and broadcasting business will form a new company called (New) Fox Corporation. Twenty-First Century Fox, Inc. Class B Shares will undergo a symbol change from “FOX” to “TFCF” before the open on March 19, 2019, and (New) Fox Corporation Class B Common Shares will be listed on the Nasdaq Stock Market under the trading symbol “FOX”.

In the distribution, **0.263183** of each existing FOX share will be exchanged for 1/3 of one share of (New) Fox Corporation Class B Common Stock, and the FOX holder will continue to own **0.736817** FOX shares, under the symbol “TFCF”. Thus, the total number of existing FOX shares a holder has will be reduced by the number of existing FOX shares equal to the value of the (New) Fox Corporation (FOX) distribution.

**CONTRACT ADJUSTMENT - OPTIONS**

**EFFECTIVE DATE:** March 19, 2019

**OPTION SYMBOL:** FOX changes to TFCF1

**STRIKE PRICES:** No Change

**NUMBER OF CONTRACTS:** No Change

**MULTIPLIER:** 100 (e.g., a premium of 1.50 yields \$150; a strike of 45 yields \$4,500)

**NEW DELIVERABLE PER CONTRACT**

- 1) 73 Twenty-First Century Fox, Inc. (TFCF) Class B Common Shares**
- 2) Cash in lieu of 0.6817 fractional TFCF shares**
- 3) 33 (New) Fox Corporation (FOX) Class B Common Shares**
- 4) Cash in lieu of approximately 0.3333 fractional FOX shares**

**SETTLEMENT**

ALLOCATION: TFCF: 75%  
(New) FOX: 25%

CUSIPS: TFCF: 90130A408  
(New) FOX: 35137L204

THE SETTLEMENT ALLOCATION OF THE TOTAL STRIKE PRICE AMOUNT IS BEING PROVIDED SOLELY FOR THE PURPOSE OF THE INTERFACE BETWEEN OCC AND THE NATIONAL SECURITY CLEARING CORPORATION (NSCC), AND IS NOT INTENDED TO BE USED FOR ANY OTHER PURPOSE, TRANSACTION OR CUSTOMER ACCOUNT STATEMENTS.

### **PRICING**

Until the cash in lieu amounts are determined, the underlying price for TFCF1 will be determined as follows:

$$\text{TFCF1} = 0.736817 (\text{TFCF}) + 0.333333 (\text{FOX})$$

### **DELAYED SETTLEMENT**

The FOX and TFCF components of the TFCF1 deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of cash portion of the TFCF1 deliverable until the cash in lieu amounts are determined. Upon determination of the cash in lieu amounts, OCC will require Put exercisers and Call assignees to deliver the appropriate cash amount.

### **CONTRACT ADJUSTMENT - FUTURES**

EFFECTIVE DATE: March 19, 2019

FUTURES SYMBOL: FOX1D changes to FOX2D

SETTLEMENT PRICES: No Change

NUMBER OF CONTRACTS: No Change

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

NEW DELIVERABLE PER CONTRACT

- 1) 73 Twenty-First Century Fox, Inc. (TFCF) Class B Common Shares**
- 2) Cash in lieu of 0.6817 fractional TFCF shares**
- 3) 33 (New) Fox Corporation (FOX) Class B Common Shares
- 4) Cash in lieu of approximately 0.3333 fractional FOX shares

SETTLEMENT ALLOCATION: TFCF: 75%  
(New) FOX: 25%

CUSIPS: TFCF: 90130A408  
(New) FOX: 35137L204

THE SETTLEMENT ALLOCATION IS BEING PROVIDED SOLELY FOR THE PURPOSE OF THE INTERFACE BETWEEN OCC AND THE NATIONAL SECURITY CLEARING CORPORATION (NSCC), AND IS NOT INTENDED TO BE USED FOR ANY OTHER PURPOSE, TRANSACTION OR CUSTOMER ACCOUNT STATEMENTS.

## **PRICING**

Until the cash in lieu amounts are determined, the underlying price for the FOX2D Futures contract deliverables, expressed in terms of current market value, would be calculated as follows:

$$\text{FOX2D} = 0.736817 (\text{TFCF}) + 0.333333 (\text{FOX})$$

Please note that the valuation would apply only to the FOX2D deliverables 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**

The FOX and TFCF components of the FOX2D deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash portion of the FOX2D deliverable until cash in lieu amounts are determined. Upon determination of cash in lieu amounts, OCC will require settlement of 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](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).