



**THE FOUNDATION
FOR SECURE
MARKETS**

#45694

DATE: SEPTEMBER 24, 2019

SUBJECT: JEFFERIES FINANCIAL GROUP INC. - DISTRIBUTION
OPTION SYMBOLS: JEF/2JEF
NEW SYMBOLS: JEF1/2JEF1
FUTURES SYMBOL: JEF1D
NEW SYMBOL: JEF2D
DATE: 9/27/19

CONTRACT ADJUSTMENT – OPTIONS

EFFECTIVE DATE: September 27, 2019

OPTION SYMBOLS: JEF changes to JEF1
2JEF changes to 2JEF1

STRIKE PRICES: No Change

NUMBER OF CONTRACTS: No Change

MULTIPLIER: 100 (e.g., a premium of 1.50 yields \$150; a strike 20 yields \$2,000)

NEW DELIVERABLE PER CONTRACT:

- 1) 100 Jefferies Financial Group Inc. (JEF) Common Shares
- 2) Approximately 2 Spectrum Brands Holdings, Inc. (SPB) Common Shares
- 3) Cash in lieu of approximately 0.5 fractional SPB Common Shares

SETTLEMENT ALLOCATION: JEF: 95%
SPB: 5%

CUSIPS: JEF: 47233W109
SPB: 84790A105

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 final SPB distribution rate and the cash in lieu amount are determined, the underlying price for JEF1/2JEF1 will be determined as follows:

$$\text{JEF1} = \text{JEF} + 0.025 (\text{SPB})$$

DELAYED SETTLEMENT

The JEF component of the JEF1/2JEF1 deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the SPB component and of the cash portion of the JEF1/2JEF1 deliverable until the final SPB distribution rate and the cash in lieu of fractional SPB shares are determined. Upon determination of the final distribution rate and cash in lieu amount, OCC will require Put exercisers and Call assignees to deliver the appropriate number of SPB shares and the appropriate cash amount.

CONTRACT ADJUSTMENT - FUTURES

EFFECTIVE DATE: September 27, 2019

FUTURES SYMBOL: JEF1D changes to JEF2D

Note: All active Jefferies Financial Group Inc. (JEF) futures will be adjusted in a manner similar to that of JEF1D futures.

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) 100 Jefferies Financial Group Inc. (JEF) Common Shares
- 2) Approximately 2 Spectrum Brands Holdings, Inc. (SPB) Common Shares
- 3) Cash in lieu of approximately 0.5 fractional SPB Common Shares

SETTLEMENT ALLOCATION:

JEF: 95%
SPB: 5%

CUSIPS: JEF: 47233W109
SPB: 84790A105

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 final SPB distribution rate and the cash in lieu amount are determined, the underlying price for the JEF2D Futures/all active futures contract deliverables, expressed in term of current market value, would be calculated as follows:

$$\text{JEF2D} = \text{JEF} + 0.025 (\text{SPB})$$

Please note that the valuation would apply only to the JEF2D/all active futures 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 JEF component of the JEF2D/all active futures deliverables will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the SPB component and of the cash portion of the JEF2D deliverable until the final SPB distribution rate and the cash in lieu of fractional SPB shares are determined. Upon determination of the final distribution rate and the cash in lieu amount, OCC will require delivery of the appropriate number of SPB shares and the appropriate cash amount.

BACKGROUND

Jefferies Financial Group Inc. (JEF) has announced a distribution of Spectrum Brands Holdings, Inc. (SPB) Common Shares. The distribution rate is approximately 0.025 of a SPB share for each JEF share held. The record date is September 30, 2019; the payable date is October 11, 2019. The NYSE has set September 27, 2019, as the ex-distribution date for this distribution. Cash will be paid in lieu of fractional SPB 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. Clearing Members may contact Member Services at 1-800-544-6091 or, within Canada, at 1-800-424-7320, or email memberservices@theocc.com.