



#37043

DATE: JULY 2, 2015

SUBJECT: KRAFT FOODS GROUP, INC. - CONTRACT ADJUSTMENT
OPTION SYMBOLS: KRFT/1KRFT
NEW SYMBOLS: KHC1/1KHC1
FUTURES SYMBOLS: KRFT1C/KRFT1D
NEW SYMBOLS: KRFT2C/KRFT2D
DATE: 7/6/15

Contract Adjustment

DATE: July 6, 2015

OPTION SYMBOLS: KRFT changes to KHC1
1KRFT changes to 1KHC1

STRIKE DIVISOR: 1

CONTRACTS MULTIPLIER: 1

NEW MULTIPLIER: 100 (e.g., a premium of 1.50 yields \$150; a strike of 87.00 yields \$8,700.00)

NEW DELIVERABLE PER CONTRACT: 1) 100 (New) The Kraft Heinz Company (KHC) Common Shares
2) \$1,650.00 Cash (\$16.50 special dividend x 100)

CUSIP: KHC: 500754106

PRICING

The underlying price for KHC1/1KHC1 will be determined as follows:

$$\text{KHC1} = \text{KHC} + 16.50$$

Futures Contract Adjustment

DATE: July 6, 2015

FUTURES SYMBOLS: KRFT1C changes to KRFT2C
KRFT1D changes to KRFT2D

NUMBER OF CONTRACTS: No Change

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

NEW DELIVERABLE
PER CONTRACT: 1) 100 (New) The Kraft Heinz Company (KHC) Common Shares
2) \$1,650.00 Cash (\$16.50 special dividend x 100)

CUSIP: KHC: 500754106

PRICING

The underlying price for the KRFT2C and KRFT2D Futures contract deliverables, expressed in term of current market value, would be calculated as follows:

$$\text{KRFT2C} = \text{KHC} + 16.50$$

Please note that the valuation would apply only to the KRFT2C and KRFT2D 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.

BACKGROUND

On July 1, 2015, Shareholders of Kraft Foods Group, Inc. (KRFT) voted concerning the proposed merger with H.J. Heinz Holding Corporation to form a new company named The Kraft Heinz Company (KHC). The merger was approved and subsequently consummated on July 2, 2015. As a result, each existing KRFT Common Share will be converted into the right to receive 1.0 (New) The Kraft Heinz Company (KHC) Common Share. Additionally, KRFT shareholders as of a record date immediately prior to the closing of the merger will be entitled to a \$16.50 special cash dividend, contingent upon completion of the merger.

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.