



#41617

DATE: AUGUST 4, 2017

SUBJECT: METLIFE, INC. - DISTRIBUTION
OPTION SYMBOLS: MET/2MET
NEW SYMBOLS: MET1/2MET1
FUTURES SYMBOLS: MET1D/MET1M/MET2T/MET2W/MET2H/
MET2F/MET1I/MET1J/MET1K
NEW SYMBOLS: MET2D/MET2I/MET2J/MET2K/MET6M/MET6T/
MET6W/MET6H/MET6F
DATE: 8/7/17
*** UPDATE ***

CONTRACT ADJUSTMENT - OPTIONS

EFFECTIVE DATE: August 7, 2017

OPTION SYMBOLS: MET changes to MET1
2MET changes to 2MET1

STRIKE PRICES: No Change

NUMBER OF CONTRACTS: No Change

MULTIPLIER: 100 (e.g., a premium of 1.50 yields \$150; a strike of 56.50 yields \$5,650.00)

NEW DELIVERABLE PER CONTRACT

- 1) 100 MetLife, Inc. (MET) Common Shares
- 2) 9 (New) Brighthouse Financial, Inc. (BHF) Common Shares
- 3) Cash in lieu of approximately 0.0909 fractional BHF shares

SETTLEMENT ALLOCATION: MET: 90%
BHF: 10%

CUSIPS: MET: 59156R108
(New) BHF: 10922N103

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 amount is determined, the underlying price for MET1/2MET1 will be determined as follows:

$$\text{MET1} = \text{MET} + 0.090909 \text{ (BHF)}$$

DELAYED SETTLEMENT

The MET and BHF components of the MET1/2MET1 deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash portion of the MET1/2MET1 deliverable until the cash in lieu amount is determined. Upon determination of the cash in lieu amount, OCC will require Put exercisers and Call assignees to deliver the appropriate cash amount.

CONTRACT ADJUSTMENT - FUTURES

EFFECTIVE DATE: August 7, 2017

FUTURES SYMBOLS: MET1D changes to MET2D
MET1I changes to MET2I
MET1J changes to MET2J
MET1K changes to MET2K
MET1M changes to MET6M
MET2T changes to MET6T
MET2W changes to MET6W
MET2H changes to MET6H
MET2F changes to MET6F

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 MetLife, Inc. (MET) Common Shares
- 2) 9 (New) Brighthouse Financial, Inc. (BHF) Common Shares
- 3) Cash in lieu of approximately 0.0909 fractional BHF shares

SETTLEMENT ALLOCATION:

MET: 90%
BHF: 10%

CUSIPS: MET: 59156R108
(New) BHF: 10922N103

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 amount is determined, the underlying price for the MET2D/MET2I/MET2J/MET2K/MET6M/MET6T/MET6W/MET6H/MET6F Futures contract deliverable, expressed in term of current market value, would be calculated as follows:

MET2D = MET + 0.090909 (BHF)

Please note that the valuation would apply only to the MET2D/MET2I/MET2J/MET2K/MET6M/MET6T/MET6W/MET6H/MET6F 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 MET and BHF components of the MET2D/MET2I/MET2J/MET2K/MET6M/MET6T/MET6W/MET6H/MET6F deliverables will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash portion of the MET2D/MET2I/MET2J/MET2K/MET6M/MET6T/MET6W/MET6H/MET6F deliverables until the cash in lieu amount is determined. Upon determination of the cash in lieu amount, OCC will require delivery of the appropriate cash amount.

BACKGROUND

MetLife, Inc. (MET) has announced a distribution of (New) Brighthouse Financial, Inc. (BHF) Common Shares. The distribution ratio is approximately 0.090909 of a BHF share for each MET share held. The record date is July 19, 2017; the payable date is August 4, 2017. The New York Stock Exchange (NYSE) has set August 7, 2017 as the ex-distribution date for this distribution.

Brighthouse Financial, Inc. Common Shares began trading on a when issued basis on July 17, 2017 on NASDAQ under the trading symbol "BHFVW".

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.