



**THE FOUNDATION
FOR SECURE
MARKETS**

#43893

DATE: OCTOBER 23, 2018

SUBJECT: TRINITY INDUSTRIES, INC. – DISTRIBUTION
OPTION SYMBOL: TRN
NEW SYMBOL: TRN1
FUTURES SYMBOL: TRN1D
NEW SYMBOL: TRN2D
DATE: 11/1/18

CONTRACT ADJUSTMENT – OPTIONS

EFFECTIVE DATE: November 1, 2018

OPTION SYMBOL: TRN changes to TRN1

STRIKE PRICES: No Change

NUMBER OF CONTRACTS: No Change

MULTIPLIER: 100 (e.g., a premium of 1.50 yields \$150; a strike of 37.00 yields \$3,700.00)

NEW DELIVERABLE PER CONTRACT:

- 1) 100 Trinity Industries, Inc. (TRN) Common Shares
- 2) 33 (New) Arcosa, Inc. (ACA) Common Shares
- 3) Cash in lieu of approximately 0.3333 fractional ACA Common Shares

SETTLEMENT ALLOCATION:

TRN: TBD
ACA: TBD

CUSIPS:

TRN: 896522109
ACA: 039653100

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 TRN1 will be determined as follows:

$$\text{TRN1} = \text{TRN} + 0.333333 \text{ (ACA)}$$

DELAYED SETTLEMENT

The TRN and ACA components of the TRN1 deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash portion of the TRN1 deliverable until the cash in lieu of fractional ACA Common 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.

CONTRACT ADJUSTMENT - FUTURES

EFFECTIVE DATE: November 1, 2018

FUTURES SYMBOL: TRN1D changes to TRN2D

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 Trinity Industries, Inc. (TRN) Common Shares
- 2) 33 (New) Arcosa, Inc. (ACA) Common Shares
- 3) Cash in lieu of approximately 0.3333 fractional ACA Common Shares

SETTLEMENT ALLOCATION:

TRN: TBD
ACA: TBD

CUSIPS:

TRN: 896522109
ACA: 039653100

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 TRN2D Futures contract deliverable, expressed in term of current market value, would be calculated as follows:

$$\text{TRN2D} = \text{TRN} + 0.333333 \text{ (ACA)}$$

Please note that the valuation would apply only to the TRN2D 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

The TRN and ACA components of the TRN2D deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash portion of the TRN2D deliverable 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

Trinity Industries, Inc. (TRN) has announced a distribution of (New) Arcosa, Inc. (ACA) Common Shares. The distribution ratio is approximately 0.333333 of an ACA share for each TRN share held. The record date is October 17, 2018; the payable date is November 1, 2018. The New York Stock Exchange (NYSE) has set November 1, 2018, as the ex-distribution date for this distribution.

Arcosa, Inc. Common Shares began trading on a when issued basis on October 16, 2018 on the NYSE under the trading symbol "ACA WI".

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.