



#41433

**DATE:** JULY 3, 2017

**SUBJECT:** BAKER HUGHES INCORPORATED - CONTRACT ADJUSTMENT  
OPTION SYMBOLS: BHI/2BHI  
NEW SYMBOLS: BHGE1/2BHGE1  
FUTURES SYMBOLS: BHI1D/BHI1W/BHI1H/BHI1F/BHI2M/BHI2T  
NEW SYMBOLS: BHI2D/BHI6W/BHI6H/BHI6F/BHI6M/BHI6T  
DATE: 7/5/17

**Contract Adjustment**

**DATE:** July 5, 2017

**OPTION SYMBOLS:** BHI changes to BHGE1  
2BHI changes to 2BHGE1

**STRIKE DIVISOR:** 1

**CONTRACTS MULTIPLIER:** 1

**NEW MULTIPLIER:** 100 (e.g., a premium of 1.50 yields \$150; a strike of 53.50 yields \$5,350.00)

**NEW DELIVERABLE PER CONTRACT:** 1) 100 Baker Hughes, a GE Company (BHGE) Class A Common Shares  
2) \$1,750.00 cash (\$17.50 special dividend x 100)

**CUSIP:** (New) BHGE: 05722G100

**PRICING**

The underlying price for BHGE1/2BHGE1 will be determined as follows:

$$\text{BHGE1} = \text{BHGE} + 17.50$$

**Futures Contract Adjustment**

**DATE:** July 5, 2017

**FUTURES SYMBOLS:** BHI1D changes to BHI2D  
BHI1W changes to BHI6W  
BHI1H changes to BHI6H  
BHI1F changes to BHI6FD  
BHI2M changes to BHI6M  
BHI2T changes to BHI6T

NUMBER OF CONTRACTS: No Change

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

NEW DELIVERABLE PER CONTRACT: 1) 100 Baker Hughes, a GE Company (BHGE) Class A Common Shares  
2) \$1,750.00 Cash (\$17.50 special dividend x 100)

CUSIP: (New) BHGE: 05722G100

## **PRICING**

The underlying price for the BHI2D/BHI6W/BHI6H/BHI6F/BHI6M/BHI6T Futures contract deliverables, expressed in term of current market value, would be calculated as follows:

$$\text{BHI2D} = \text{BHGE} + 17.50$$

Please note that the valuation would apply only to the BHI2D/BHI6W/BHI6H/BHI6F/BHI6M/BHI6T 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 June 30, 2017, Shareholders of Baker Hughes Incorporated (BHI) voted concerning the proposed merger with General Electric Company's oil and gas business to form a new company named Baker Hughes, a GE Company. The merger was approved and subsequently consummated on July 3, 2017. As a result, each existing BHI Common Share will be converted into the right to receive 1.0 Baker Hughes, a GE Company Class A Common Share.

Baker Hughes, a GE Company Class A Common Shares will trade on the New York Stock Exchange under the trading symbol "BHGE".

Immediately following the merger, BHGE shareholders will receive a special dividend of \$17.50 cash per BHGE Class A Common Share.

## **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@theooc.com](mailto:investorservices@theooc.com). Clearing Members may contact Member Services at 1-800-544-6091 or, within Canada, at 1-800-424-7320, or email [memberservices@theooc.com](mailto:memberservices@theooc.com).