



#40015

DATE: NOVEMBER 3, 2016

SUBJECT: CONAGRA FOODS, INC. - DISTRIBUTION
OPTION SYMBOLS: CAG/2CAG
NEW SYMBOLS: CAG1/2CAG1
FUTURES SYMBOL: CAG1D
NEW SYMBOL: CAG2D
DATE: 11/10/2016
* * * UPDATE * * *

CONTRACT ADJUSTMENT - OPTIONS

EFFECTIVE DATE: November 10, 2016

OPTION SYMBOLS: CAG changes to CAG1
2CAG changes to 2CAG1

STRIKE PRICES: No Change

NUMBER OF CONTRACTS: No Change

MULTIPLIER: 100 (e.g., a premium of 1.50 yields \$150; a strike of 48.00 yields \$4,800.00)

NEW DELIVERABLE PER CONTRACT

- 1) 100 **ConAgra Brands, Inc.** (CAG) Common Shares
- 2) 33 (New) Lamb Weston Holdings, Inc. (LW) Common Shares
- 3) Cash in lieu of approximately 0.3333 fractional LW shares

SETTLEMENT ALLOCATION: CAG: 75%
(New) LW: 25%

CUSIPS: CAG: 205887102
(New) LW: 513272104

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 CAG1/2CAG1 will be determined as follows:

$$\text{CAG1} = \text{CAG} + 0.333333 \text{ (LW)}.$$

DELAYED SETTLEMENT

The CAG and LW components of the CAG1 deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash portion of the CAG1 deliverable until the cash in lieu of fractional LW 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 10, 2016
FUTURES SYMBOL:	CAG1D changes to CAG2D
SETTLEMENT PRICES:	No Change
NUMBER OF CONTRACTS:	No Change
MULTIPLIER:	100 (e.g., a premium of 1.50 yields \$150)
NEW DELIVERABLE PER CONTRACT	<ol style="list-style-type: none">1) 100 ConAgra Brands, Inc. (CAG) Common Shares2) 33 (New) Lamb Weston Holdings, Inc. (LW) Common Shares3) Cash in lieu of approximately 0.3333 fractional LW shares
SETTLEMENT ALLOCATION:	CAG: 75% (New) LW: 25%
CUSIPS:	CAG: 205887102 (New) LW: 513272104

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 CAG2D Futures contract deliverable, expressed in term of current market value, would be calculated as follows:

$$\text{CAG2D} = \text{CAG} + 0.333333 \text{ (LW)}$$

Please note that the valuation would apply only to the CAG2D 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 CAG and LW components of the CAG2D deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash portion of the CAG2D deliverable until the cash in lieu of fractional LW shares is determined. Upon determination of the cash in lieu amount, OCC will require delivery of the appropriate cash amount.

BACKGROUND

ConAgra Foods, Inc. (CAG) has announced a distribution of (New) Lamb Weston Holdings, Inc. (LW) Common Shares. The distribution ratio is approximately 0.333333 of an LW share for each CAG share held. The record date is November 1, 2016; the payable date is November 9, 2016. The New York Stock Exchange has set November 10, 2016, as the ex-distribution date for this distribution.

At the effective time of the distribution, ConAgra Foods, Inc. will change its name to ConAgra Brands, Inc.

Lamb Weston Holdings, Inc. Common Shares began trading on a when issued basis on October 31, 2016 on the New York Stock Exchange under the trading symbol "LW 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.