



#38847

DATE: APRIL 27, 2016

SUBJECT: COMMUNITY HEALTH SYSTEMS, INC. - DISTRIBUTION
OPTION SYMBOL: CYH
NEW SYMBOL: CYH1
FUTURES SYMBOL: CYH1D
NEW SYMBOL: CYH2D
DATE: 5/2/16

CONTRACT ADJUSTMENT - OPTIONS

EFFECTIVE DATE: May 2, 2016

OPTION SYMBOL: CYH changes to CYH1

STRIKE PRICES: No Change

NUMBER OF CONTRACTS: No Change

MULTIPLIER: 100 (e.g., a premium of 1.50 yields \$150; a strike of 19.50 yields \$1,950)

NEW DELIVERABLE PER CONTRACT

1) 100 Community Health Systems, Inc. (CYH) Common Shares
2) 25 (New) Quorum Health Corporation (QHC) Common Shares

SETTLEMENT ALLOCATION: CYH: 80%
QHC: 20%

CUSIPS: CYH: 203668108
QHC: 74909E106

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

The underlying price for CYH1 will be determined as follows:

$$\text{CYH1} = \text{CYH} + 0.25 (\text{QHC})$$

CONTRACT ADJUSTMENT - FUTURES

EFFECTIVE DATE:	May 2, 2016
FUTURES SYMBOL:	CYH1D changes to CYH2D
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 Community Health Systems, Inc. (CYH) Common Shares 2) 25 (New) Quorum Health Corporation (QHC) Common Shares
SETTLEMENT ALLOCATION:	CYH: 80% QHC: 20%
CUSIPS:	CYH: 203668108 QHC: 74909E106

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

The underlying price for the CYH2D Futures contract deliverable, expressed in term of current market value, would be calculated as follows:

$$\text{CYH2D} = \text{CYH} + 0.25 (\text{QHC})$$

Please note that the valuation would apply only to the CYH2D 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.

BACKGROUND

Community Health Systems, Inc. (CYH) has announced a distribution of (New) Quorum Health Corporation (QHC) Common Shares. The distribution ratio is 0.25 of a QHC share for each CYH share held. The record date is April 22, 2016; the payable date is April 29, 2016. The New York Stock Exchange (NYSE) has set May 2, 2016, as the ex-distribution date for this distribution.

Quorum Health Corporation Common Shares began trading on a when issued basis on April 20, 2016 on the New York Stock Exchange under the trading symbol "QHC 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.