



#39761

DATE: SEPTEMBER 23, 2016

SUBJECT: STARWOOD HOTELS & RESORTS WORLDWIDE, INC. -
CONTRACT ADJUSTMENT
OPTION SYMBOL: 9/23/16 – HOT remains HOT
9/26/16 – HOT becomes MAR2
FUTURES SYMBOL: 9/23/16 – HOT1D remains HOT1D
9/26/16 – HOT1D becomes HOT2D
DATE: 9/23/16

Contract Adjustment

DATE: September 23, 2016

OPTION SYMBOL: 9/23/16 – HOT remains HOT (with adjusted deliverable described below)
9/26/16 – HOT becomes MAR2

STRIKE DIVISOR: 1

CONTRACTS MULTIPLIER: 1

NEW MULTIPLIER: 100 (e.g., a premium of 1.50 yields \$150; a strike of 75.00 yields \$7,500.00)

NEW DELIVERABLE PER CONTRACT: 1) 80 Marriott International, Inc. (MAR) Common Shares
2) \$2,100.00 Cash (\$21.00 x 100)

CUSIP: MAR: 571903202

PRICING

The underlying price for MAR2 will be determined as follows:

$$\text{MAR2} = 0.80 (\text{MAR}) + 21.00$$

Futures Contract Adjustment

DATE: September 23, 2016

FUTURES SYMBOL: 9/23/16 – HOT1D remains HOT1D (with adjusted deliverable described below)
9/26/16 – HOT1D becomes HOT2D

NUMBER OF

CONTRACTS: No Change

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

NEW DELIVERABLE
PER CONTRACT: 1) 80 Marriott International, Inc. (MAR) Common Shares
2) \$2,100.00 Cash (\$21.00 x 100)

CUSIP: MAR: 571903202

PRICING

The underlying price for the HOT2D Futures contract deliverables, expressed in term of current market value, would be calculated as follows:

$$\text{HOT2D} = 0.80 (\text{MAR}) + 21.00$$

Please note that the valuation would apply only to the HOT2D 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 April 8, 2016, Shareholders of Starwood Hotels & Resorts Worldwide, Inc. (HOT) approved the proposed merger with Marriott International, Inc. (MAR). The merger was subsequently consummated before the open on September 23, 2016. As a result, each existing HOT Common Share will be converted into the right to receive 0.80 Marriott International, Inc. (MAR) Common Shares plus \$21.00 Cash.

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.