



#33606

TO: ALL CLEARING MEMBERS

DATE: NOVEMBER 21, 2013

SUBJECT: INGERSOLL-RAND PLC - DISTRIBUTION
OPTION SYMBOLS: IR/2IR
NEW SYMBOLS: IR1/2IR1
FUTURES SYMBOLS: IR1C/IR1D
NEW SYMBOLS: IR2C/IR2D
DATE: 12/2/13

CONTRACT ADJUSTMENT - OPTIONS

EFFECTIVE DATE: December 2, 2013

OPTION SYMBOLS: IR changes to IR1
2IR changes to 2IR1

STRIKE PRICES: No Change

NUMBER OF CONTRACTS: No Change

MULTIPLIER: 100 (e.g., a premium of 1.50 yields \$150; a strike of 67.50 yields \$6,750.00)

NEW DELIVERABLE PER CONTRACT

- 1) 100 Ingersoll-Rand plc (IR) Ordinary Shares
- 2) 33 Allegion Public Limited Company (ALLE) Ordinary Shares
- 3) Cash in lieu of 0.33333333 fractional ALLE Ordinary Shares

SETTLEMENT ALLOCATION:

IR: 80%
ALLE: 20%

CUSIPS:

IR: G47791101
ALLE: G0176J109

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 IR1/2IR1 will be determined as follows:

$$IR1 = IR + 0.3333333333 \text{ (ALLE)}$$

DELAYED SETTLEMENT

The IR and ALLE components of the IR1/2IR1 deliverables will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash portion of the IR1/2IR1 deliverables until the cash in lieu of fractional ALLE 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: December 2, 2013

FUTURES SYMBOLS: IR1C changes to IR2C
IR1D changes to IR2D

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 Ingersoll-Rand plc (IR) Ordinary Shares
- 2) 33 Allegion Public Limited Company (ALLE) Ordinary Shares
- 3) Cash in lieu of 0.3333333333 fractional ALLE Ordinary Shares

SETTLEMENT ALLOCATION:

IR: 80%

ALLE: 20%

CUSIPS:

IR: G47791101

ALLE: G0176J109

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 IR2C/IR2D futures contract deliverables, expressed in term of current market value, would be calculated as follows:

$$IR2C = IR + 0.3333333333 \text{ (ALLE)}$$

Please note that the valuation would apply only to the IR2C/IR2D 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.

DELAYED SETTLEMENT

The IR and ALLE components of the IR2C/IR2D deliverables will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash portion of the IR2C/IR2D deliverables until the cash in lieu of fractional ALLE shares is determined.

BACKGROUND

Ingersoll-Rand plc (IR) has announced a distribution of Allegion Public Limited Company (ALLE) Ordinary Shares. The distribution ratio is approximately 0.3333333333 for each IR share held. The record date is November 22, 2013; the mail date is December 1, 2013. The New York Stock Exchange (NYSE) has set December 2, 2013, as the ex-distribution date for this distribution.

Allegion Public Limited Company Ordinary Shares began trading on a when issued basis on November 18, 2013, on the New York Stock Exchange (NYSE) under the trading symbol ALLE 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.

Questions regarding this memo can be addressed to Member Services at (800) 544-6091. Within Canada call (800) 424-7320.

CATEGORY: CONTRACT ADJUSTMENT