



#32986

**TO: ALL CLEARING MEMBERS**

**DATE: JULY 1, 2013**

**SUBJECT: KNIGHT CAPITAL GROUP, INC. (ELECTION MERGER) -  
CONTRACT ADJUSTMENT  
OPTION SYMBOL: KCG  
NEW SYMBOL: KCG1  
DATE: 7/2/13**

On June 25, 2013, Shareholders of Knight Capital Group, Inc. (KCG) voted concerning the proposed merger with GETCO Holding Company, LLC. The merger was approved and subsequently consummated on July 1, 2013.

**The Merger: Aggregate Terms**

Up to 66.7% of KCG Shares will be converted into an amount of cash. The maximum aggregate cash consideration to be paid for KCG Shares will not exceed \$720,000,000.

**CONTRACT ADJUSTMENT**

DATE: July 2, 2013

OPTION SYMBOL: KCG changes to KCG1

STRIKE DIVISOR: 1

CONTRACT MULTIPLIER: 1

NEW MULTIPLIER: 100 (e.g., for premium or strike price extensions, 1.00 equals \$100)

NEW DELIVERABLE  
PER CONTRACT: 1) 33 (New) KCG Holdings, Inc. (KCG) Class A Common Shares  
2) Cash in lieu of approximately .333 fractional KCG shares

CUSIP: KCG(New): 48244B100

**PRICING**

Until the cash in lieu amount is determined, the underlying price for KCG1 will be determined as follows:

$$\text{KCG1} = .333333 (\text{KCG})$$

## **DELAYED SETTLEMENT**

OCC will delay settlement of the KCG component of the KCG1 deliverable until the end of when-issued trading. OCC will delay settlement of the cash portion of the KCG1 deliverable until the cash in lieu of fractional KCG 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.

## **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