



#40249

DATE: DECEMBER 8, 2016

SUBJECT: LIONS GATE ENTERTAINMENT CORPORATION – CONTRACT
ADJUSTMENT
OPTION SYMBOL: LGF
NEW SYMBOL: LGFA1
FUTURES SYMBOLS: LGF1C changes to LGF2C
LGF1D changes to LGF2D
LGF2F changes to LGF6F
LGF2M changes to LGF6M
LGF2T changes to LGF6T
LGF2W changes to LGF6W
LGF3H changes to LGF6H

DATE: 12/9/16
***** REPOST *****

Contract Adjustment

DATE: December 9, 2016

OPTION SYMBOL: LGF changes to LGFA1

STRIKE DIVISOR: 1

CONTRACTS MULTIPLIER: 1

NEW MULTIPLIER: 100 (e.g., a premium of 1.50 yields \$150; a strike of 23.00 yields \$2,300.00)

NEW DELIVERABLE PER CONTRACT:

- 1) 50 Lions Gate Entertainment Corporation (LGF.A) Class A Voting Shares
- 2) 50 Lions Gate Entertainment Corporation (LGF.B) Class B Non-Voting Shares

CUSIPS: (New) LGF.A: 535919401
(New) LGF.B: 535919500

SETTLEMENT ALLOCATION: (New) LGF.A: 50%
(New) LGF.B: 50%

PRICING

The underlying price for LGFA1 will be determined as follows:

$$\text{LGFA1} = 0.50 (\text{LGF.A}) + 0.50 (\text{LGF.B})$$

Futures Contract Adjustment

DATE:	December 9, 2016
FUTURES SYMBOLS:	LGF1C changes to LGF2C LGF1D changes to LGF2D LGF2F changes to LGF6F LGF2M changes to LGF6M LGF2T changes to LGF6T LGF2W changes to LGF6W LGF3H changes to LGF6H
NUMBER OF CONTRACTS:	No Change
MULTIPLIER	100 (e.g., a premium of 1.50 yields \$150)
NEW DELIVERABLE PER CONTRACT:	1) 50 Lions Gate Entertainment Corporation (LGF.A) Class A Voting Shares 2) 50 Lions Gate Entertainment Corporation (LGF.B) Class B Non-Voting Shares
CUSIPS:	(New) LGF.A: 535919401 (New) LGF.B: 535919500
SETTLEMENT ALLOCATION:	(New) LGF.A: 50% (New) LGF.B: 50%

PRICING

The underlying price for the LGF2C/LGF2D/LGF6F/LGF6M/LGF6T/LGF6W/LGF6H Futures contract deliverables, expressed in term of current market value, would be calculated as follows:

$$\text{LGF2D} = 0.50 (\text{LGF.A}) + 0.50 (\text{LGF.B})$$

Please note that the valuation would apply only to the LGF2C/LGF2D/LGF6F/LGF6M/LGF6T/LGF6W/LGF6H 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 December 7, 2016, Shareholders of Lions Gate Entertainment Corporation (LGF) voted concerning the proposed share reclassification of LGF Common Shares. Approval and consummation of the share reclassification are conditions to the merger with Starz (STRZ). The reclassification was approved and subsequently consummated on December 8, 2016. As a result, each existing LGF Common Share will be converted into the right to receive 0.5 Lions Gate Entertainment Corporation Class A Voting Share plus 0.5 Lions Gate Entertainment Class B Non-Voting Share.

Lions Gate Entertainment Corporation Class A Voting Shares and Class B Non-Voting Shares will be listed on the New York Stock Exchange (NYSE) under the trading symbols "LGF.A" and "LGF.B", respectively.

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@theooc.com. Clearing Members may contact Member Services at 1-800-544-6091 or, within Canada, at 1-800-424-7320, or email memberservices@theooc.com.