



#35496

**DATE:** OCTOBER 30, 2014

**SUBJECT:** NEWCASTLE INVESTMENT CORP. – DISTRIBUTION  
OPTION SYMBOL: NCT  
NEW SYMBOL: NCT5  
FUTURES SYMBOLS: NCT1C/NCT1D  
NEW SYMBOLS: NCT2C/NCT2D  
DATE: 11/7/14

**CONTRACT ADJUSTMENT - OPTIONS**

EFFECTIVE DATE: November 7, 2014

OPTION SYMBOL: NCT changes to NCT5

STRIKE PRICES: No Change

NUMBER OF CONTRACTS: No Change

MULTIPLIER: 100 (e.g., a premium of 1.50 yields \$150; a strike of 25 yields \$2,500)

NEW DELIVERABLE PER CONTRACT

- 1) 100 Newcastle Investment Corp. (NCT) Common Shares
- 2) 100 (New) New Senior Investment Group Inc. (SNR) Common Shares

SETTLEMENT ALLOCATION:

NCT: 20%  
SNR: 80%

CUSIPS:

NCT: 65105M603  
SNR: 648691103

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 NCT5 will be determined as follows:

$$\text{NCT5} = \text{NCT} + \text{SNR}$$

## **CONTRACT ADJUSTMENT - FUTURES**

EFFECTIVE DATE:	November 7, 2014
FUTURES SYMBOLS:	NCT1C changes to NCT2C NCT1D changes to NCT2D
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 Newcastle Investment Corp. (NCT) Common Shares 2) 100 (New) New Senior Investment Group Inc. (SNR) Common Shares
SETTLEMENT ALLOCATION:	NCT: 20% SNR: 80%
CUSIPS:	NCT: 65105M603 SNR: 648691103

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 NCT2C/NCT2D Futures contract deliverables, expressed in term of current market value, would be calculated as follows:

$$\text{NCT2C} = \text{NCT} + \text{NCT}$$

Please note that the valuation would apply only to the NCT2C/NCT2D 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**

Newcastle Investment Corp. (NCT) has announced a distribution of New Senior Investment Group Inc. (SNR) Common Shares. The distribution ratio is 1.0 SNR share for each NCT share held. The record date is October 27, 2014; the mail date is November 6, 2014. The New York Stock Exchange (NYSE) has set November 7, 2014, as the ex-distribution date for this distribution.

New Senior Investment Group Inc. Common Shares began trading on a when issued basis on October 27, 2014 on NYSE under the trading symbol SNR 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](mailto: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](mailto:memberservices@theocc.com).

CATEGORY:            CONTRACT ADJUSTMENT