



#38853

DATE: APRIL 28, 2016

SUBJECT: PINNACLE ENTERTAINMENT, INC. - CONTRACT ADJUSTMENT
OPTION SYMBOL: PNK
NEW SYMBOL: GLPI1
FUTURES SYMBOLS: PNK1D/PNK1H/PNK1M/PNK1T/PNK1W/
PNK5F
NEW SYMBOLS: PNK2D/PNK6H/PNK6M/PNK6T/PNK6W/PNK6F
DATE: 4/29/16

Contract Adjustment

DATE: April 29, 2016

OPTION SYMBOL: PNK changes to GLPI1

STRIKE DIVISOR: 1

CONTRACTS MULTIPLIER: 1

NEW MULTIPLIER: 100 (e.g., a premium of 1.50 yields \$150; a strike of 31.00 yields \$3,100.00)

NEW DELIVERABLE PER CONTRACT: 1) 85 Gaming and Leisure Properties, Inc. (GLPI) Common Shares
2) 100 (New) Pinnacle Entertainment, Inc. (PNK) Common Shares

CUSIPS: GLPI: 36467J108
(New) PNK: 72348Y105

SETTLEMENT ALLOCATION: GLPI: 70%
(New) PNK: 30%

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 GLPI1 will be determined as follows:

$$GLPI1 = 0.85 (GLPI) + PNK$$

Futures Contract Adjustment

DATE: April 29, 2016

FUTURES SYMBOL: PNK1D changes to PNK2D
PNK1H changes to PNK6H
PNK1M changes to PNK6M
PNK1T changes to PNK6T
PNK1W changes to PNK6W
PNK5F changes to PNK6F

NUMBER OF CONTRACTS: No Change

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

NEW DELIVERABLE PER CONTRACT: 1) 85 Gaming and Leisure Properties, Inc. (GLPI) Common Shares
2) 100 (New) Pinnacle Entertainment, Inc. (PNK) Common Shares

CUSIPS: GLPI: 36467J108
(New) PNK: 72348Y105

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PRICING

The underlying price for the PNK2D/PNK6H/PNK6M/PNK6T/PNK6W/PNK6F Futures contract deliverables, expressed in term of current market value, would be calculated as follows:

$$\text{PNK2D} = 0.85 (\text{GLPI}) + \text{PNK}$$

Please note that the valuation would apply only to the PNK2D/PNK6H/PNK6M/PNK6T/PNK6W/PNK6F 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

On March 15, 2016, Shareholders of Pinnacle Entertainment, Inc. (PNK) voted concerning the proposed spinoff of most of its real property assets into a new company called "OpCo" and a merger with Gaming and Leisure Properties, Inc. (GLPI). The spinoff and merger transactions were approved and both subsequently consummated on April 28, 2016. As a result, each existing PNK Common Share will be converted into the right to receive 0.85 Gaming and Leisure Properties, Inc. (GLPI) Common Shares and one (1.0) OpCo Common Share.

Upon the consummation of the merger, OpCo will be renamed “Pinnacle Entertainment, Inc.” and will trade on the NASDAQ Stock Market under the trading symbol “PNK”.

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.