



#35117

TO: ALL CLEARING MEMBERS

DATE: AUGUST 14, 2014

**SUBJECT: QUESTCOR PHARMACEUTICALS, INC. - CONTRACT
ADJUSTMENT
OPTION SYMBOL: QCOR
NEW SYMBOL: MNK1
FUTURES SYMBOLS: QCOR1C/QCOR1D
NEW SYMBOLS: QCOR2C/QCOR2D
DATE: 8/15/14**

Contract Adjustment

DATE: August 15, 2014

OPTION SYMBOL: QCOR changes to MNK1

STRIKE DIVISOR: 1

**CONTRACTS
MULTIPLIER:** 1

NEW MULTIPLIER: 100 (e.g., a premium of 1.50 yields \$150; a strike of 96 yields \$9,600.00)

**NEW DELIVERABLE
PER CONTRACT:**

- 1) 89 Mallinckrodt plc (MNK) Ordinary Shares
- 2) Cash in lieu of 0.7 fractional MNK Ordinary Shares
- 3) \$3,000.00 Cash

CUSIP: MNK: G5785G107

PRICING

Until the cash in lieu amount is determined, the underlying price for MNK1 will be determined as follows:

$$\text{MNK1} = 0.897 (\text{MNK}) + 30.00$$

DELAYED SETTLEMENT

The MNK component of the MNK1 deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash portion of the MNK1 deliverable until the cash in lieu of fractional MNK Ordinary 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.

Futures Contract Adjustment

DATE: August 15, 2014

FUTURES SYMBOLS: QCOR1C changes to QCOR2C
QCOR1D changes to QCOR2D

NUMBER OF CONTRACTS: No Change

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

NEW DELIVERABLE PER CONTRACT: 1) 89 Mallinckrodt plc (MNK) Ordinary Shares
2) Cash in lieu of 0.7 fractional MNK Ordinary Shares
3) \$3,000.00 Cash

CUSIP: MNK: G5785G107

PRICING

Until the cash in lieu amount is determined, the underlying price for the QCOR2C and QCOR2D Futures contract deliverables, expressed in term of current market value, would be calculated as follows:

$$\text{QCOR2C} = 0.897 (\text{MNK}) + 30.00$$

Please note that the valuation would apply only to the QCOR2C and QCOR2D 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 MNK component of the QCOR2C/QCOR2D deliverables will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash portion of the QCOR2C/QCOR2D deliverables until the cash in lieu of fractional MNK Shares is determined. Upon determination of the cash in lieu amount, OCC will require delivery of the appropriate cash amount.

BACKGROUND

On August 14, 2014, Shareholders of Questcor Pharmaceuticals, Inc. (QCOR) voted concerning the proposed merger with Mallinckrodt plc (MNK). The merger was approved and consummated. As a result, each existing QCOR Common Share will be converted into the right to receive 0.897 MNK Ordinary Shares plus \$30.00 Cash. Cash will be paid in lieu of fractional MNK shares.

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.