



#39517

DATE: AUGUST 16, 2016

SUBJECT: QLOGIC CORPORATION – CONTRACT ADJUSTMENT
OPTION SYMBOL: 8/16/16 – QLGC remains QLGC
8/17/16 – QLGC becomes CAVM1
FUTURES SYMBOLS: 8/16/16 – QLGC1C remains QLGC1C
8/17/16 – QLGC1C becomes QLGC2C
8/16/16 – QLGC1D remains QLGC1D
8/17/16 – QLGC1D becomes QLGC2D

DATE: 8/16/16

On August 9, 2016, Quasar Acquisition Corporation, a wholly owned subsidiary of Cavium, Inc., completed its exchange offer for QLogic Corporation (QLGC) Common Shares. The subsequent merger was completed before the open on August 16, 2016. As a result, each existing QLogic Corporation Common Share will be converted into the right to receive \$11.00 Cash plus 0.098 Cavium, Inc. (CAVM) Common Shares per QLGC share.

Contract Adjustment

DATE: August 16, 2016

OPTION SYMBOL: 8/16/16 – QLGC remains QLGC (with adjusted deliverable described below)
8/17/16 – QLGC changes to CAVM1

STRIKE DIVISOR: 1

CONTRACTS MULTIPLIER: 1

NEW MULTIPLIER: 100 (e.g., a premium of 1.50 yields \$150; a strike of 16.00 yields \$1,600.00)

NEW DELIVERABLE PER CONTRACT:

- 1) 9 Cavium, Inc. (CAVM) Common Shares
- 2) Cash in lieu of 0.8 fractional CAVM shares
- 3) \$1,100.00 Cash (\$11.00 x 100)

CUSIP: CAVM: 14964U108

PRICING

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

$$\text{CAVM1} = 0.098 (\text{CAVM}) + 11.00$$

DELAYED SETTLEMENT

The CAVM component of the deliverable CAVM1 will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash portion of the deliverable until the cash in lieu of fractional CAVM 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 16, 2016

FUTURES SYMBOLS: 8/16/16 – QLGC1C remains QLGC1C (with adjusted deliverable described below)
8/17/16 – QLGC1C changes to QLGC2C
8/16/16 – QLGC1D remains QLGC1D (with adjusted deliverable described below)
8/17/16 – QLGC1D changes to QLGC2D

NUMBER OF CONTRACTS: No Change

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

NEW DELIVERABLE PER CONTRACT: 1) 9 Cavium, Inc. (CAVM) Common Shares
2) Cash in lieu of 0.8 fractional CAVM shares
3) \$1,100.00 Cash (\$11.00 x 100)

CUSIP: CAVM: 14964U108

PRICING

Until the cash in lieu amount is determined, the underlying price for the QLGC2C/QLGC2D Futures contract deliverables, expressed in term of current market value, would be calculated as follows:

$$\text{QLGC2C/QLGC2D} = 0.098 (\text{CAVM}) + 11.00$$

Please note that the valuation would apply only to the XX 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.

DELAYED SETTLEMENT

The CAVM component of the QLGC2C/QLGC2D deliverables will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash portion of the QLGC2C/QLGC2D deliverable until the cash in lieu of fractional CAVM shares is determined. Upon determination of the cash in lieu amount, OCC will require delivery of 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.

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.