



#40084

DATE: NOVEMBER 14, 2016

SUBJECT: QLT INC. - DISTRIBUTION
OPTION SYMBOL: QLTI
NEW SYMBOL: QLT11
DATE: 11/15/16

Effective November 15, 2016, QLT Inc. (QLTI) shareholders will receive 1.0 DOJ/SEC Matter Warrant and 1.0 Class Action Lawsuit Warrant per each QLTI Common Share held. Each warrant will become exercisable for a number of Novelion Therapeutics Inc. Common Shares in the event such matters are resolved following the closing of the merger with Aegerion Pharmaceuticals, Inc., subject to certain thresholds being met as described in the Proxy Statement dated October 6, 2016 ("Proxy"). (See OCC Information Memo #40024 for information on the merger with Aegerion Pharmaceuticals, Inc.)

The warrants are transferrable but will not be listed for trade on Nasdaq.

POSSIBLE SETTLEMENT PROCEDURES

It is uncertain if a market will develop for the warrants. If a market does not develop for the DOJ/SEC Matter Warrants or Class Action Lawsuit Warrants, OCC may require broker to broker settlement for any non-trading securities included in QLT11 option exercise and assignment activity. Until such time that the trading status of the warrants can be determined, the warrants will be subject to delayed settlement.

CONTRACT ADJUSTMENT - OPTIONS

EFFECTIVE DATE: November 15, 2016

OPTION SYMBOL: QLTI changes to QLT11

STRIKE PRICES: No Change

NUMBER OF CONTRACTS: No Change

MULTIPLIER: 100 (e.g., a premium of 1.50 yields \$150; a strike of 2.50 yields \$250)

NEW DELIVERABLE PER CONTRACT

- 1) 100 QLT Inc. (QLTI) Common Shares
- 2) 100 DOJ/SEC Matter Warrants
- 3) 100 Class Action Lawsuit Warrants

SETTLEMENT ALLOCATION:

QLTI: 90%
DOJ/SEC Matter Warrants: 5%
Class Action Lawsuit Warrants: 5%

CUSIPS:

QLTI: 746927102
DOJ/SEC Matter Warrants: TBD
Class Action Lawsuit Warrants: TBD

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 QLT11 will be determined as follows:

$$\text{QLT11} = \text{QLTI} + \text{DOJ/SEC Matter Warrants} + \text{Class Action Warrants}$$

DELAYED SETTLEMENT

The QLTI components of the QLT11 deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the DOJ/SEC Matter Warrants and Class Action Lawsuit Warrants components of the QLT11 deliverable until the trading status of the Warrants is determined. Upon determination of the trading status of the Warrants, OCC will require Put exercisers and Call assignees to deliver the appropriate number of warrants.

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.