



#37561

DATE: SEPTEMBER 30, 2015

SUBJECT: THE RYLAND GROUP, INC. - CONTRACT ADJUSTMENT
OPTION SYMBOL: RYL
NEW SYMBOL: CAA2
FUTURES SYMBOLS: RYL1C/RYL1D
NEW SYMBOLS: RYL2C/RYL2D
DATE: 10/1/15

Contract Adjustment

DATE: October 1, 2015

OPTION SYMBOL: RYL changes to CAA2

STRIKE DIVISOR: 1

CONTRACTS MULTIPLIER: 1

NEW MULTIPLIER: 100 (e.g., a premium of 1.50 yields \$150; a strike of 45.00 yields \$4,500.00)

NEW DELIVERABLE PER CONTRACT: 1) 101 (New) CalAtlantic Group, Inc. (CAA) Common Shares
2) Cash in lieu of 0.91 fractional CAA shares

CUSIP: (New) CAA: 128195104

PRICING

Until the cash in lieu amount is determined, the underlying price for CAA2 will be determined as follows:

$$\text{CAA2} = 1.0191 (\text{CAA})$$

DELAYED SETTLEMENT

The CAA component of the CAA2 deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash portion of the CAA2 deliverable until the cash in lieu of fractional CAA 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: October 1, 2015

FUTURES SYMBOLS: RYL1C changes to RYL2C
RYL1D changes to RYL2D

Note: Weekly The Ryland Group, Inc. (RYL) futures active at the time of the contract adjustment will be adjusted in a similar manner to RYL1C/RYL1D futures.

NUMBER OF CONTRACTS: No Change

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

NEW DELIVERABLE PER CONTRACT: 1) 101 (New) CalAtlantic Group, Inc. (CAA) Common Shares
2) Cash in lieu of 0.91 fractional CAA shares

CUSIP: (New) CAA: 128195104

PRICING

The underlying price for the RYL2C and RYL2D Futures contract deliverables, expressed in term of current market value, would be calculated as follows:

$$\text{RYL2C} = 1.0191 (\text{RYL})$$

Please note that the valuation would apply only to the RYL2C and RYL2D 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 CAA component of the RYL2C/RYL2D deliverables will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash portion of the RYL2C/RYL2D deliverables until the cash in lieu of fractional CAA shares is determined. Upon determination of the cash in lieu amount, OCC will require delivery of the appropriate cash amount.

BACKGROUND

On September 28, 2015, Shareholders of The Ryland Group, Inc. (RYL) voted concerning the proposed merger with Standard Pacific Corporation (SPF). Immediately prior to the completion of the merger, Standard Pacific Corporation will undergo a 1-for-5 reverse stock split and change its name, trading symbol and CUSIP to (New) CalAtlantic Group, Inc. (CAA), CUSIP 12895104. The merger was approved and subsequently consummated before the open on October 1, 2015. As a result, each existing RYL Common Share will be converted into the right to receive 1.0191 CAA Common Shares. The merger consideration is in terms of post-split shares. Cash will be paid in lieu of fractional CAA 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.

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.