



#34510

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DATE: APRIL 23, 2014

SUBJECT: SLM CORPORATION - DISTRIBUTION
OPTION SYMBOLS: SLM
NEW SYMBOL: SLM1
FUTURES SYMBOLS: SLM1C/SLM1D
NEW SYMBOLS: SLM2C/SLM2D
DATE: 5/1/14

CONTRACT ADJUSTMENT - OPTIONS

EFFECTIVE DATE: May 1, 2014

OPTION SYMBOL: SLM changes to SLM1

STRIKE PRICES: No Change

NUMBER OF CONTRACTS: No Change

MULTIPLIER: 100 (e.g., a premium of 1.50 yields \$150; a strike of 25 yields \$2,500)

NEW DELIVERABLE PER CONTRACT

- 1) 100 SLM Corporation (SLM) Common Shares
- 2) 100 Navient Corporation (NAVI) Common Shares

SETTLEMENT ALLOCATION:

SLM: 35%
NAVI: 65%

CUSIPS:

SLM: 78442P106
NAVI: 63938C108

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 SLM1 will be determined as follows:

$$\text{SLM1} = \text{SLM} + \text{NAVI}$$

CONTRACT ADJUSTMENT - FUTURES

EFFECTIVE DATE:	May 1, 2014
FUTURES SYMBOLS:	SLM1C changes to SLM2C SLM1D changes to SLM2D
SETTLEMENT PRICES:	No Change
NUMBER OF CONTRACTS:	No Change
MULTIPLIER:	100 (e.g., a premium of 1.50 yields \$150)
NEW DELIVERABLE PER CONTRACT	1) 100 SLM Corporation (SLM) Common Shares 2) 100 Navient Corporation (NAVI) Common Shares
SETTLEMENT ALLOCATION:	SLM: 35% NAVI: 65%
CUSIPS:	SLM: 78442P106 NAVI: 63938C108

THE SETTLEMENT ALLOCATION 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 the SLM2C/SLM2D Futures contract deliverables, expressed in term of current market value, would be calculated as follows:

$$\text{SLM2C} = \text{SLM} + \text{NAVI}$$

Please note that the valuation would apply only to the SLM2C/SLM2D 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

SLM Corporation (SLM) has announced a distribution of Navient Corporation (NAVI) Common Shares. The distribution ratio is 1.0 (one) NAVI share for each SLM share held. The record date is April 22, 2014; the payable date is April 30, 2014. The NASDAQ Stock Market has set May 1, 2014, as the ex-distribution date for this distribution.

Navient Corporation (NAVI) Common Shares began trading on a when issued basis on April 17, 2014 on NASDAQ Stock Market under the trading symbol NAVIV.

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).

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CATEGORY: CONTRACT ADJUSTMENT

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