



#36565

DATE: APRIL 17, 2015

SUBJECT: WINDSTREAM HOLDINGS, INC. – REVERSE SPLIT AND
DISTRIBUTION
OPTION SYMBOL: WIN
NEW SYMBOL: WIN1
FUTURES SYMBOL: WIN1D
NEW SYMBOL: WIN2D
DATE: 4/27/15
*** UPDATE ***

CONTRACT ADJUSTMENT - OPTIONS

EFFECTIVE DATE: April 27, 2015

OPTION SYMBOL: WIN changes to WIN1

STRIKE PRICES: No Change

NUMBER OF CONTRACTS: No Change

MULTIPLIER: 100 (e.g., a premium of 1.50 yields \$150; a strike of 7.00 yields \$700.00)

NEW DELIVERABLE PER CONTRACT

- 1) 16 Windstream Holdings, Inc. (WIN) Common Shares
- 2) 20 Communications Sales & Leasing, Inc. (CSAL) Common Shares
- 3) Cash in lieu of approximately 0.6667 fractional WIN shares

SETTLEMENT ALLOCATION: WIN: TBD
CSAL: TBD

CUSIPS: WIN (New): 97382A200
CSAL: 20341J104

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 WIN1 will be determined as follows:

$$\text{WIN1} = 0.166667 (\text{WIN}) + 0.20 (\text{CSAL})$$

DELAYED SETTLEMENT

The WIN and CSAL components of the WIN1 deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash portion of the WIN1 deliverable until the cash in lieu of fractional WIN 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.

CONTRACT ADJUSTMENT - FUTURES

EFFECTIVE DATE:	April 27, 2015
FUTURES SYMBOL:	WIN1D changes to WIN2D
SETTLEMENT PRICES:	No Change
NUMBER OF CONTRACTS:	No Change
MULTIPLIER:	100 (e.g., a premium of 1.50 yields \$150)
NEW DELIVERABLE PER CONTRACT	<ol style="list-style-type: none">1) 16 (new) Windstream Holdings, Inc. (WIN) Common Shares2) 20 Communications Sales & Leasing, Inc. (CSAL) Common Shares3) Cash in lieu of approximately 0.6667 fractional WIN shares
SETTLEMENT ALLOCATION:	WIN: TBD CSAL: TBD
CUSIPS:	WIN (new): 97382A200 CSAL: 20341J104

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 WIN2D Futures contract deliverables, expressed in term of current market value, would be calculated as follows:

$$\text{WIN2D} = 0.166667 (\text{WIN}) + 0.20 (\text{CSAL})$$

Please note that the valuation would apply only to the WIN2D 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 WIN and CSAL components of the WIN2D deliverables will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash portion of the WIN2D deliverables until the cash in lieu of fractional WIN shares is determined.

BACKGROUND

Windstream Holdings, Inc. (WIN) has announced a 1-for-6 reverse stock split and a distribution of Communications Sales & Leasing, Inc. (CSAL) Common Shares. The distribution ratio is 0.20 CSAL Common Share for each WIN Common Share held prior to the reverse stock split. **The distribution and reverse split will become effective before the open on April 27, 2015.**

The record date for the distribution is April 10, 2015; the payable date is April 24, 2015.

Communications Sales & Leasing, Inc. will begin trading when issued on the NASDAQ Stock Market on April 20, 2015, under the trading symbol "CSALV".

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.