



**THE FOUNDATION
FOR SECURE
MARKETS**

#44719

DATE: MARCH 14, 2019

SUBJECT: RIO1 OPTIONS - EXPIRATION PRICING CONSIDERATION

RIO1 (adjusted Rio Tinto plc options) will be subject to special pricing consideration in expiration processing on March 15, 2019. The pricing consideration is due to the undetermined cash amount included in the option deliverable of RIO1 as indicated below. These options will continue to be subject to normal exercise based on customary exercise thresholds in OCC's Ex-by-Ex processing.

MEMBERS SHOULD ADVISE THEIR CUSTOMERS TO TAKE THE FOLLOWING CONSIDERATIONS INTO ACCOUNT IN DECIDING TO EXERCISE, OR NOT TO EXERCISE, THESE OPTIONS.

RIO1

RIO1 options are adjusted Rio Tinto plc options, adjusted March 7, 2019, (see OCC Information Memo #44665). The deliverable of RIO1 options is:

NEW DELIVERABLE

PER CONTRACT:

- 1) 100 Rio Tinto plc (RIO) American Depositary Shares
- 2) Approximately \$243.81 Cash (100 x \$2.438095), less fees and withholdings, if any

As of March 14, 2019, the RIO Distribution Agent has not determined the final net dividend amount.

For purposes of calculating a RIO1 price for use in expiration processing, OCC will use the following formula:

$$\text{RIO1} = \text{RIO} + 2.4381$$

For example, if RIO closes at 56.03, the RIO1 price would be:

$$\text{RIO1} = 56.03 + 2.4381 = 58.47$$

This formula includes an estimate for the value of the cash in the deliverable and not the actual final net cash dividend amount.

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.