



#42030

DATE: OCTOBER 20, 2017

SUBJECT: FNF1 OPTIONS - EXPIRATION PRICING CONSIDERATION

FNF1 (adjusted Fidelity National Financial, Inc. options) will be subject to special pricing consideration in expiration processing on October 20, 2017. The pricing consideration is due to the undetermined cash in lieu of fractional shares amount included in the option deliverable of FNF1 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.

FNF1

FNF1 options are adjusted Fidelity National Financial, Inc. options, adjusted October 2, 2017, (see OCC Information Memo #42016). The deliverable of FNF1 options is:

NEW DELIVERABLE
PER CONTRACT:

- 1) 100 Fidelity National Financial, Inc. (FNF) Common Shares
- 2) 30 Black Knight, Inc. (BKI) Common Shares
- 3) Cash in lieu of 0.66322094 fractional BKI shares

As of October 20, 2017, the FNF Distribution Agent has not determined the BKI price to be used to determine the cash in lieu amount.

For purposes of calculating a FNF1 price for use in expiration processing, OCC will use the following formula:

$$\text{FNF1} = \text{FNF} + 0.3066322094 (\text{BKI})$$

For example, if FNF closes at 35.59 and BKI closes at 45.95, the FNF1 price would be:

$$\text{FNF1} = \text{FNF} + 0.3066322094 (45.95) = 49.68$$

This formula includes an estimate for the value of the cash in lieu amount and not the actual amount applicable in the distribution.

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.