



**THE FOUNDATION  
FOR SECURE  
MARKETS**

**#43670**

**DATE: SEPTEMBER 14, 2018**

**SUBJECT: ILG, INC. - CASH IN LIEU SETTLEMENT  
ADJUSTED OPTION SYMBOL: VAC1**

ILG, Inc. options were adjusted on September 4, 2018 (See OCC Information Memo #43592). The new deliverable became 1) 16 Marriott Vacations Worldwide Corporation (VAC) Common Shares, 2) Cash in lieu of 0.5 fractional VAC shares, and 3) \$1,475.00 Cash. Only settlement of the cash portion of VAC1 options exercise/assignment activity was subject to delayed settlement.

OCC has been informed that a price of \$111.39 per whole VAC share will be used to determine the cash in lieu amount. Accordingly, the cash in lieu amount is:

$$0.5 \times \$111.39 = \$55.70 \text{ per VAC1 Contract}$$

Now that the exact cash in lieu amount has been determined, OCC will require Put exercisers and Call assignees, during the period of September 4, 2018 through September 14, 2018, to deliver the appropriate cash amount.

Terms of the VAC1 options are as follows:

New Deliverable Per Contract: 1) 16 Marriott Vacations Worldwide Corporation (VAC) Common Shares  
2) \$1,530.70 Cash (\$1,475.00 + \$55.70)

STRIKE PRICES: Unchanged

CUSIP: VAC: 57164Y107

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

### **SETTLEMENT**

The VAC component of VAC1 exercise/assignment activity from September 4, 2018 through September 13, 2018, has settled through National Security Clearing Corporation (NSCC). The \$1,530.70 cash amount will be settled by OCC.

### **PRICING**

The underlying price for VAC1 options will be determined as follows:

$$\text{VAC1} = 0.16 (\text{VAC}) + 15.3070$$

For example, if VAC closes at 112.07, the VAC1 price would be calculated as follows:

$$\text{VAC1} = 0.16 (112.07) + 15.3070 = 33.24$$

## **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](mailto: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](mailto:memberservices@theocc.com).