



**THE FOUNDATION
FOR SECURE
MARKETS**

#44147

DATE: DECEMBER 5, 2018

**SUBJECT: DELL TECHNOLOGIES INC. (ELECTION TRANSACTION) -
ANTICIPATED ADJUSTMENT
OPTION SYMBOLS: DVMT/2DVMT
NEW SYMBOLS: DELL1/2DELL1
DATE: ??? (ELECTION DEADLINE: 12/21/18???)**

On December 11, 2018, Shareholders of Dell Technologies Inc. Class V (DVMT) Common Shares will vote concerning the proposed Class V Transaction, which is described in the Proxy Statement dated October 19, 2018 and further amended and described in the Supplement dated November 26, 2018 ("Supplement"). In the Class V Transaction, DVMT shareholders can elect to receive shares of Dell Class C Common Stock or cash, and Dell will eliminate its Class V Common Stock.

Dell Technologies Inc. has applied to list its Class C Common Stock on the New York Stock Exchange under the ticker symbol "DELL".

The Transaction: Aggregate Terms

The cash consideration paid to DVMT Shareholders is subject to a cap of \$14 billion in the aggregate.

The Transaction: Individual Share Elections

Within the terms of the Transaction, individual DVMT Shareholders may:

- Elect to receive the consideration in the form of Dell Technologies Inc. Class C Common Shares (Share Consideration). The exchange ratio for the share consideration will be at least 1.5043 Class C Common Shares and up to 1.8130 Class C Common Shares per DVMT share held, calculated as described in the Supplement. Cash will be paid in lieu of fractional shares.
OR,
- Elect to receive \$120.00 Cash (Cash Consideration). Cash Elections are subject to proration.
OR,
- Register no preference by not making an election (Non-electing). Under the terms of the election, shares which are not subject to an effective election will be treated as non-electing shares and converted into the right to receive the Share Consideration.

Elections must be submitted to the exchange agent, American Stock Transfer & Trust Company, LLC. **The election deadline is expected to be at 5:30pm NYC Time on December 21, 2018.** DVMT Shareholders must observe all terms and conditions for the election as specified in the Proxy. It should be noted that it is unknown if shares may be delivered pursuant to an election under "Notices of Guaranteed Delivery". In all

cases, Call option holders exercising in order to obtain stock for an election must exercise in sufficient time to be able to make valid delivery pursuant to the election procedures.

The Merger Consideration: Prorations

The Cash Elections will be subject to proration as described in the Supplement.

CONTRACT ADJUSTMENT

DATE:	Effective the opening of the business day after the merger is consummated.
OPTION SYMBOLS:	DVMT changes to DELL1 2DVMT changes to 2DELL1
STRIKE DIVISOR:	1
CONTRACT MULTIPLIER:	1
NEW MULTIPLIER:	100 (e.g., for premium or strike price extensions, 1.00 equals \$100)
NEW DELIVERABLE PER CONTRACT:	The deliverable for adjusted DVMT options will be BASED ON THE MERGER CONSIDERATION WHICH ACCRUES TO NON-ELECTING DVMT SHAREHOLDERS (stated in terms of a current 100-Share deliverable): 100 x the Non-Electing Consideration Note: The Non-Electing Consideration is the Share Consideration, which will be between 1.5043 and 1.8130 Dell Technologies Inc. Class C Common Shares. The exchange ratio will be calculated as described in the Supplement.
CUSIP:	(New) DELL: TBD

DELAYED SETTLEMENT

OCC will delay settlement of DELL1/2DELL1 until the non-electing consideration is determined.

Important Exercise Considerations

Holders of DVMT/2DVMT Call options who wish to make their own elections with respect to DVMT shares received through exercise (for example, to receive a consideration other than the Non-Electing consideration) bear sole responsibility in determining when to exercise their options to permit a valid election. After the merger is consummated and the contract adjustment described above is effected, adjusted DVMT/2DVMT options will no longer call for the delivery of DVMT shares upon exercise. Call option holders will receive upon exercise (and Put holders deliver upon exercise) the non-electing merger consideration (on a per contract basis).

Delivery Settlement and Protect Provisions

Option contracts which are exercised, and physically-settled security futures contracts which mature, will require the settlement of all component securities included in the contract deliverable at the time of the futures

contract maturation or option contract exercise, including rights, warrants, or similar instruments. Additional DVMT entitlements (such as due bills, eligibility to participate in tender offers, elections, etc.) may also automatically attach to securities deliverable upon physically-settled futures contract maturity or option exercise. Conversely, securities not included in the contract deliverable at the time of the option exercise or futures contract maturity, or other entitlements not associated with the underlying deliverable securities, may preclude holders of long futures contracts from realizing the benefit of such entitlements. For example, if a physically-settled security futures underlying security is the subject of a tender offer, exchange offer, or similar event which expires *before* the futures contract reaches its maturity, the securities due to long futures holders upon maturity *will not* be eligible for participation in the tender/exchange offer. Conversely, if such tender offer, exchange offer or similar event expires *after* the futures contract matures, securities deliverable to long futures holders *will* be eligible for participation in these events.

Except in unusual cases, securities deliverable as a result of equity option exercise or the maturity of physically-settled security futures are settled through National Securities Clearing Corporation (NSCC).

Rights and obligations of Members with respect to securities settling at NSCC as a result of an option exercise or assignment or a physically-settled security future delivery or receipt obligation are governed by the rules of NSCC. NSCC has its own rules which enable purchasers of securities to protect themselves for value which may be lost if timely delivery is not made to them of securities subject to specific deadlines, such as the expiration of a tender offer, rights subscription, election, or similar event. These rules are generally called protect or liability notice procedures, and are intended to protect purchasers by binding the delivering parties to liability if such value is lost because timely delivery is not effected. Purchasers of securities must observe the rules and procedures of NSCC to avail themselves of such "protect" provisions of NSCC. Questions regarding these provisions should be addressed to NSCC.

Special Risks

Writers of call options and holders of short positions in physically-settled security futures at maturity who are uncovered with respect to deliverable securities subject to deadlines or cut-off times (such as expirations of tender offers, rights subscriptions, elections, or similar events) should be aware of a risk associated with the timing of their possible assignments or physically-settled security futures delivery obligations: Equity option exercise settlement and settlement of physically-settled security futures delivery obligations normally occurs 2 business days after the option exercise date or the security-futures maturity date. An uncovered call writer or uncovered short futures holder who has an obligation to deliver, and who waits until after assignment or futures maturity to effect purchase of the underlying security, may not be able to effect timely delivery by a regular-way purchase (2 business-day settlement) or call option exercise (2 business-day settlement after exercise). Such uncovered writer or short futures holder may nevertheless be subject to liability under the protect provisions of NSCC (see above) with respect to his delivery obligation, because he cannot make timely delivery. Additionally, Cash Markets (same-day, or less-than-2-business-day settlement) may not be available, or may be expensive for buyers of the underlying security.

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 OCC pursuant to OCC By-Laws, Article VI, Sections 11 and 11A. 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.