



**THE FOUNDATION  
FOR SECURE  
MARKETS**

**#44397**

**DATE: JANUARY 11, 2019**

**SUBJECT: DELL1/2DELL1 OPTIONS - EXPIRATION PRICING  
CONSIDERATION**

DELL1/2DELL1 (adjusted Dell Technologies Inc. options) will be subject to special pricing consideration in expiration processing on January 11, 2019. The pricing consideration is due to the undetermined cash in lieu of fractional shares amount included in the option deliverable of DELL1/2DELL1 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.

**DELL1/2DELL1**

DELL1/2DELL1 options are adjusted Dell Technologies Inc. options, adjusted December 28, 2018, (see OCC Information Memo #44332). The deliverable of DELL1/2DELL1 options is:

NEW DELIVERABLE  
PER CONTRACT:

- 1) 180 Dell Technologies Inc. (DELL) Class C Common Shares
- 2) Cash in lieu of 0.66 fractional DELL share

As of January 11, 2019, the DVMT Exchange Agent has not determined the price to be used to determine the cash in lieu amount.

For purposes of calculating a DELL1/2DELL1 price for use in expiration processing, OCC will use the following formula:

$$\text{DELL1} = 1.8066 (\text{DELL})$$

For example, if DELL closes at 45.19, the DELL1/2DELL1 price would be:

$$\text{DELL1} = 1.8066 (45.19) = 81.64$$

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

**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).