



**THE FOUNDATION
FOR SECURE
MARKETS**

#43502

DATE: AUGUST 10, 2018

SUBJECT: WILLIAMS PARTNERS L.P. - CONTRACT ADJUSTMENT
OPTION SYMBOL: WPZ
NEW SYMBOL: WMB1
FUTURES SYMBOL: WPZ1D
NEW SYMBOL: WPZ2D
DATE: 8/13/18

CONTRACT ADJUSTMENT

DATE: August 13, 2018

OPTION SYMBOL: WPZ changes to WMB1

STRIKE DIVISOR: 1

**CONTRACTS
MULTIPLIER:** 1

NEW MULTIPLIER: 100 (e.g., a premium of 1.50 yields \$150; a strike of 45 yields \$4,500.00)

**NEW DELIVERABLE
PER CONTRACT:** 1) 149 The Williams Companies, Inc. (WMB) Common Shares
2) Cash in lieu of 0.4 fractional WMB shares

CUSIP: WMB: 969457100

PRICING

Until the cash in lieu amount is determined, the underlying price for WMB1 will be determined as follows:

$$\text{WMB1} = 1.494 (\text{WMB})$$

DELAYED SETTLEMENT

The WMB component of the WMB1 deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash portion of the WMB1 deliverable until the cash in lieu of fractional WMB shares is determined. Upon determination of the cash in lieu amount, OCC will require Put exercisers and Call assignees to deliver the appropriate cash amount.

FUTURES CONTRACT ADJUSTMENT

DATE: August 13, 2018

FUTURES SYMBOL: WPZ1D changes to WPZ2D

NUMBER OF CONTRACTS: No Change

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

NEW DELIVERABLE PER CONTRACT: 1) 149 The Williams Companies, Inc. (WMB) Common Shares
2) Cash in lieu of 0.4 fractional WMB shares

CUSIP: WMB: 969457100

PRICING

Until the cash in lieu amount is determined, the underlying price for the WPZ2D Futures contract deliverables, expressed in term of current market value, would be calculated as follows:

$$\text{WPZ2D} = 1.494 \text{ (WMB)}$$

Please note that the valuation would apply only to the WPZ2D deliverable in terms of current market value of the deliverable securities. The resulting price would not be equivalent to the daily settlement price of a futures contract month, whose determination would include cost of money carrying charges, adjustment for dividends, and other factors.

DELAYED SETTLEMENT

The WMB component of the WPZ2D deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash portion of the WPZ2D deliverable until the cash in lieu of fractional WMB shares is determined. Upon determination of the cash in lieu amount, OCC will require delivery of the appropriate cash amount.

BACKGROUND

Pursuant to the terms of a Support Agreement dated May 16, 2018, Williams Gas Pipeline Company, LLC, which beneficially owns approximately 73.8% of the outstanding Williams Partners L.P. (WPZ) Common Units, has agreed to deliver a written consent adopting and approving the Merger Agreement with The Williams Companies, Inc. (WMB). WPZ Unitholder approval is not required. The subsequent merger was consummated on August 10, 2018. As a result, each existing WPZ Common Unit will be converted into the right to receive 1.494 The Williams Companies, Inc. (WMB) Common Shares. Cash will be paid in lieu of fractional WMB shares.

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. Clearing Members may contact Member Services at 1-800-544-6091 or, within Canada, at 1-800-424-7320, or email memberservices@theocc.com.