



**THE FOUNDATION
FOR SECURE
MARKETS**

#45037

DATE: MAY 16, 2019

**SUBJECT: ADJUSTED MICRO FOCUS INTERNATIONAL PLC – CASH IN LIEU
DETERMINATION
ADJUSTED OPTION SYMBOL: MFGP1**

Adjusted Micro Focus International plc options were adjusted on April 30, 2019 (See OCC Information Memo #44969). The new deliverable became 1) 82 Micro Focus International plc (MFGP) American Depositary Shares, 2) Cash in lieu of 0.96 fractional MFGP ADSs, and 3) 100 x the Return of Value payment of approximately \$4.35 Cash per MFGP ADS, less any applicable fees and withholdings. Only settlement of the cash portion of MFGP1 options exercise/assignment activity was subject to delayed settlement.

OCC has been informed that a price of \$21.35 per whole MFGP share will be used to determine the cash in lieu amount. Accordingly, the cash in lieu amount is:

$$0.96 \times \$21.35 = \$20.50 \text{ per MFGP1 Contract}$$

OCC has not yet been informed of the net Return of Value payment amount.

Terms of the MFGP1 options are as follows:

New Deliverable Per Contract: 1) 82 Micro Focus International plc (MFGP) American Depositary Shares
2) \$20.50 Cash
3) 100 x the Return of Value payment of approximately \$4.35 Cash per MFGP ADS, less any applicable fees and withholdings

STRIKE PRICES: Unchanged

CUSIP: MFGP: 594837403

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

SETTLEMENT

The MFGP component of MFGP1 exercise/assignment activity will continue to settle through National Security Clearing Corporation (NSCC). OCC will continue to delay the cash portion of the MFGP1 deliverable until the net Return of Value payment amount is determined. Upon determination of the net Return of Value payment amount, OCC will require Put exercisers and Call assignees to deliver the appropriate cash amount.

PRICING

Until the net Return of Value payment amount is determined, the underlying price for MFGP1 options will be determined as follows:

$$\text{MFGP1} = 0.82 (\text{MFGP}) + 0.2050 + 4.35$$

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.