



#42131

DATE: NOVEMBER 13, 2017

SUBJECT: GREAT PLAINS ENERGY INCORPORATED - ANTICIPATED
ADJUSTMENT
OPTION SYMBOL: GXP
NEW SYMBOL: ???
FUTURES SYMBOL: GXP1D
NEW SYMBOL: GXP2D
DATE: ???

Contract Adjustment

DATE: Effective the opening of the business day after the merger is consummated.
Contract adjustment is anticipated to occur in the first half of 2018.

OPTION SYMBOL: GXP changes to a symbol to be determined

STRIKE DIVISOR: 1

**CONTRACTS
MULTIPLIER:** 1

NEW MULTIPLIER: 100 (e.g., a premium of 1.50 yields \$150; a strike of 35 yields \$3,500.00)

**NEW DELIVERABLE
PER CONTRACT:** 1) 59 (New) Monarch Energy Holding, Inc. ("Monarch") Common Shares
2) Cash in lieu of 0.81 fractional Monarch Energy Holding, Inc. shares

CUSIP: TBD

PRICING

Until the cash in lieu amount is determined, the underlying price for Adjusted GXP options will be determined as follows if the terms are unchanged:

$$\text{Adjusted GXP} = 0.5981 \text{ (Monarch)}$$

DELAYED SETTLEMENT

The Monarch component of the Adjusted GXP deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash portion of the Adjusted GXP deliverable until the cash in lieu of fractional Monarch 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: | Effective the opening of the business day after the merger is consummated. Contract adjustment is anticipated to occur in the first half of 2018. |
| FUTURES SYMBOL: | GXP1D changes to GXP2D Note: All active Great Plains Energy Incorporated (GXP) futures symbols will be adjusted in a manner similar to that of GXP1D futures. |
| NUMBER OF CONTRACTS: | No Change |
| MULTIPLIER | 100 (e.g., a premium of 1.50 yields \$150) |
| NEW DELIVERABLE PER CONTRACT: | 1) 59 (New) Monarch Energy Holding, Inc. Common Shares 2) Cash in lieu of 0.81 fractional Monarch shares |
| CUSIP: | TBD |

PRICING

Until the cash in lieu amount is determined, the underlying price for the GXP2D Futures contract deliverables, expressed in term of current market value, would be calculated as follows:

$$\text{GXP2D} = 0.5981 \text{ (Monarch)}$$

Please note that the valuation would apply only to the GXP2D 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 Monarch component of the GXP2D deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash portion of the GXP2D deliverable until the cash in lieu of fractional Monarch shares is determined. Upon determination of the cash in lieu amount, OCC will require delivery of the appropriate cash amount.

BACKGROUND

On November 21, 2017, Shareholders of Great Plains Energy Incorporated (GXP) will vote concerning the proposed merger with Westar Energy, Inc. (WR) to form a new holding company currently called Monarch Energy Holding, Inc. ("Monarch"). If the merger is approved and consummated, each existing GXP Common Share will be converted into the right to receive 0.5981 Monarch Common Shares. Cash will be paid in lieu of fractional Monarch shares.

It is anticipated that Monarch Common Shares will trade on the New York Stock Exchange. Monarch will be renamed before the merger is completed. The new company name and trading symbol are to be determined.

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.