



**THE FOUNDATION  
FOR SECURE  
MARKETS**

**#44401**

**DATE: JANUARY 11, 2019**

**SUBJECT: PANDORA MEDIA, INC. - ANTICIPATED ADJUSTMENT**  
**OPTION SYMBOL: P**  
**NEW SYMBOL: SIRI1**  
**FUTURES SYMBOL: P1D**  
**NEW SYMBOL: P2D**  
**DATE: ???**

**CONTRACT ADJUSTMENT**

**DATE:** Effective the opening of the business day after the merger is consummated.  
Contract adjustment is anticipated to occur during the first quarter of 2019.

**OPTION SYMBOL:** P changes to SIRI1

**STRIKE DIVISOR:** 1

**CONTRACTS  
MULTIPLIER:** 1

**NEW MULTIPLIER:** 100 (e.g., a premium of 1.50 yields \$150; a strike of 8.50 yields \$850.00)

**NEW DELIVERABLE  
PER CONTRACT:** 144 Sirius XM Holdings Inc. (SIRI) Common Shares

**CUSIP:** SIRI: 82968B103

**PRICING**

The underlying price for SIRI1 will be determined as follows:

$$\text{SIRI1} = 1.44 (\text{SIRI})$$

**FUTURES CONTRACT ADJUSTMENT**

**DATE:** Effective the opening of the business day after the merger is consummated.  
Contract adjustment is anticipated to occur during the first quarter of 2019.

**FUTURES SYMBOL:** P1D changes to P2D

NUMBER OF  
CONTRACTS: No Change

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

NEW DELIVERABLE  
PER CONTRACT: 144 Sirius XM Holdings Inc. (SIRI) Common Shares

CUSIP: SIRI: 82968B103

## **PRICING**

The underlying price for the P2D Futures contract deliverables, expressed in term of current market value, would be calculated as follows:

$$P2D = 1.44 \text{ (SIRI)}$$

Please note that the valuation would apply only to the P2D 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.

## **BACKGROUND**

On January 29, 2019, Shareholders of Pandora Media, Inc. (P) will vote concerning the proposed merger with Sirius XM Holdings Inc. (SIRI). If the merger is approved and consummated, each existing P Common Share will be converted into the right to receive 1.44 SIRI Common 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 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](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).