



#41655

**DATE: AUGUST 11, 2017**

**SUBJECT: MET1 OPTIONS - EXPIRATION PRICING CONSIDERATION**

MET1 (adjusted MetLife, Inc. options) will be subject to special pricing consideration in expiration processing on August 11, 2017. The pricing consideration is due to the undetermined cash in lieu of fractional shares amount included in the option deliverable of MET1 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.

**MET1**

MET1 options are adjusted MetLife, Inc. options, adjusted August 7, 2017, (see OCC Information Memo #41617). The deliverable of MET1 options is:

NEW DELIVERABLE  
PER CONTRACT:

- 1) 100 MetLife, Inc. (MET) Common Shares
- 2) 9 Brighthouse Financial, Inc. (BHF) Common Shares
- 3) Cash in lieu of 0.0909 fractional BHF shares

As of August 11, 2017, the MET Distribution Agent has not determined the price to be used to determine the cash in lieu amount.

For purposes of calculating a MET1 price for use in expiration processing, OCC will use the following formula:

$$\text{MET1} = \text{MET} + 0.090909 \text{ (BHF)}$$

For example, if MET closes at 46.74 and BHF closes at 64.00, the MET1 price would be:

$$\text{MET1} = 46.74 + 0.090909 (64.00) = 52.56$$

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

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).