



#42474

DATE: JANUARY 12, 2018

SUBJECT: C. R. BARD, INC. - DETERMINATION OF DELIVERABLE/CASH IN LIEU SETTLEMENT
ADJUSTED OPTION SYMBOL: BDX1
ADJUSTED FUTURES SYMBOLS: BCR2D/BCR2J/BCR2K

C. R. Bard, Inc. options and futures were adjusted on December 29, 2017 (See OCC Information Memo #42413). The new deliverable became 1) 50 Becton, Dickinson and Company (BDX) Common Shares, subject to adjustment as described in the BCR/BDX Proxy Statement/Prospectus dated June 30, 2017 ("Proxy"), 2) Cash in lieu of 0.77 fractional BDX shares, subject to adjustment as described in the Proxy, and 3) \$22,293.00 Cash (\$222.93 x 100), subject to adjustment as described in the Proxy.

OCC has been informed that the final merger consideration is 0.5077 BDX shares plus \$222.93 cash per BCR share held.

OCC has also been informed that a price of \$222.077506 per whole BDX share will be used to determine the cash in lieu amount at a rate of 0.77. Accordingly, the cash in lieu amount is:

$$0.77 \times \$222.077506 = \$171.00 \text{ per BDX1 and BCR2D/BCR2J/BCR2K Contract}$$

Now that the final merger consideration and exact cash in lieu amount have been determined, OCC will require Put exercisers and Call assignees, during the period of December 29, 2017 through January 12, 2018, to deliver the appropriate share and cash amount.

Terms of the BDX1 options and BCR2D/BCR2J/BCR2K futures are as follows:

New Deliverable Per Contract: 1) 50 Becton, Dickinson and Company (BDX) Common Shares
2) \$22,464.00 Cash (\$22,293.00 + \$171.00)

STRIKE PRICES: Unchanged

CUSIP: BDX: 075887109

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

SETTLEMENT

The BDX component of BDX1 exercise/assignment and BCR2D/BCR2J/BCR2K futures settlement activity, which was delayed from December 29, 2017 through January 11, 2018 will settle through National Security Clearing Corporation (NSCC). The \$22,464.00 cash amount will be settled by OCC.

PRICING

The underlying price for BDX1 options and BCR2D/BCR2J/BCR2K futures will be determined as follows:

$$\text{BDX1} = 0.50 (\text{BDX}) + 224.64$$

For example, if BDX closes at 225.82, the BDX1 price would be calculated as follows:

$$\text{BDX1} = 0.50 (225.82) + 224.64 = 337.55$$

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.