



**THE FOUNDATION
FOR SECURE
MARKETS**

#44532

DATE: FEBRUARY 6, 2019

SUBJECT: HENRY SCHEIN, INC. – DISTRIBUTION
OPTION SYMBOL: HSIC
NEW SYMBOL: HSIC1
FUTURES SYMBOL: HSIC1D
NEW SYMBOL: HSIC2D
DATE: 02/08/19
***** UPDATE *****

CONTRACT ADJUSTMENT – OPTIONS

EFFECTIVE DATE: February 8, 2019

OPTION SYMBOL: HSIC changes to HSIC1

STRIKE PRICES: No Change

NUMBER OF CONTRACTS: No Change

MULTIPLIER: 100 (e.g., a premium of 1.50 yields \$150; a strike of 80 yields \$8,000.00)

NEW DELIVERABLE PER CONTRACT:
1) 100 Henry Schein, Inc. (HSIC) Common Shares
2) 40 (New) Covetrus, Inc. (CVET) Common Shares

SETTLEMENT ALLOCATION:
HSIC: 80%
CVET: 20%

CUSIPS:
HSIC: 806407102
CVET: 22304C100

THE SETTLEMENT ALLOCATION OF THE TOTAL STRIKE PRICE AMOUNT IS BEING PROVIDED SOLELY FOR THE PURPOSE OF THE INTERFACE BETWEEN OCC AND THE NATIONAL SECURITY CLEARING CORPORATION (NSCC), AND IS NOT INTENDED TO BE USED FOR ANY OTHER PURPOSE, TRANSACTION OR CUSTOMER ACCOUNT STATEMENTS.

PRICING

The underlying price for HSIC1 will be determined as follows:

$$\text{HSIC1} = \text{HSIC} + 0.40 \text{ (CVET)}$$

CONTRACT ADJUSTMENT - FUTURES

EFFECTIVE DATE: February 8, 2019

FUTURES SYMBOL: HSIC1D changes to HSIC2D

Note: All active Henry Schein, Inc. (HSIC) futures will be adjusted in a manner similar to that of HSIC1D futures.

SETTLEMENT PRICES: No Change

NUMBER OF CONTRACTS: No Change

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

NEW DELIVERABLE PER CONTRACT: 1) 100 Henry Schein, Inc. (HSIC) Common Shares
2) 40 (New) Covetrus, Inc. (CVET) Common Shares

SETTLEMENT ALLOCATION: **HSIC: 80%**
CVET: 20%

CUSIPS: HSIC: 806407102
CVET: 22304C100

THE SETTLEMENT ALLOCATION IS BEING PROVIDED SOLELY FOR THE PURPOSE OF THE INTERFACE BETWEEN OCC AND THE NATIONAL SECURITY CLEARING CORPORATION (NSCC), AND IS NOT INTENDED TO BE USED FOR ANY OTHER PURPOSE, TRANSACTION OR CUSTOMER ACCOUNT STATEMENTS.

PRICING

The underlying price for the HSIC2D/all active HSIC Futures contracts deliverables, expressed in term of current market value, would be calculated as follows:

$$\text{HSIC2D} = \text{HSIC} + 0.40 \text{ (CVET)}$$

Please note that the valuation would apply only to the HSIC2D/all active HSIC futures deliverables 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

Henry Schein, Inc. (HSIC) has announced a distribution of (New) Covetrus, Inc. (CVET) Common Shares. The distribution ratio is 0.40 of a CVET share for each HSIC share held. The record date is January 17, 2019; the payable date is February 7, 2019. The Nasdaq Global Select Market (NASDAQ) has set February 8, 2019, as the ex-distribution date for this distribution.

Covetrus, Inc. Common Shares began trading on a when issued basis on February 4, 2019 on NASDAQ under the trading symbol "CVETV".

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.