



#34106

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DATE: FEBRUARY 10, 2014

SUBJECT: SYNERGY PHARMACEUTICALS, INC. - DISTRIBUTION
OPTION SYMBOL: SGYP
NEW SYMBOL: SGYP1
DATE: 2/11/14

CONTRACT ADJUSTMENT - OPTIONS

EFFECTIVE DATE: February 11, 2014

OPTION SYMBOL: SGYP changes to SGYP1

STRIKE PRICES: No Change

NUMBER OF CONTRACTS: No Change

MULTIPLIER: 100 (e.g., a premium of 1.50 yields \$150; a strike of 5 yields \$500)

NEW DELIVERABLE PER CONTRACT

- 1) 100 Synergy Pharmaceuticals, Inc. (SGYP) Common Shares
- 2) 9 (New) ContraVir Pharmaceuticals, Inc. (CTRVV) Common Shares (subject to delayed settlement until the end of when issued trading)
- 3) Cash in lieu of 0.86 fractional CTRVV Common Shares

SETTLEMENT ALLOCATION: SGYP: 85%
CTRVV: 15%

CUSIPS: SGYP: 871639308
CTRVV: 21234W103

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

Until the cash in lieu amount is determined, the underlying price for SGYP1 will be determined as follows:

$$\text{SGYP1} = \text{SGYP} + 0.0986 (\text{CTRVV})$$

DELAYED SETTLEMENT

The SGYP component of the SGYP1 deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the CTRVV component of the SGYP1 deliverable until the common shares begin trading regular way. OCC will delay the cash portion of the deliverable until the cash in lieu of fractional CTRVV Common 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.

BACKGROUND

Synergy Pharmaceuticals, Inc. (SGYP) has announced a distribution of (New) ContraVir Pharmaceuticals, Inc. (CTRVV) Common Shares. The distribution ratio is approximately 0.0986 CTRV Common Share for each SGYP Common Share held. The record date is February 6, 2014; the payable date is February 18, 2014. The NASDAQ Stock Market has set February 11, 2014 as the ex-distribution date for this distribution.

ContraVir Pharmaceuticals, Inc. Common Shares began trading on a when issued basis on February 10, 2014 on an Over the Counter Market under the trading symbol CTRVV.

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.

CATEGORY: CONTRACT ADJUSTMENT

For questions regarding this memo, call 1-888-678-4667 or email investorservices@theocc.com.