



**THE FOUNDATION
FOR SECURE
MARKETS**

#46034

DATE: NOVEMBER 21, 2019

**SUBJECT: DISH NETWORK CORPORATION – ANTICIPATED RIGHTS
DISTRIBUTION
OPTION SYMBOL: DISH
NEW SYMBOL: DISH1
DATE: ???
* * * UPDATE * * ***

DISH Network Corporation (DISH) has declared a Rights distribution to DISH Class A Common Shareholders, as described below:

RIGHTS: Transferable Rights (“Rights”) to purchase 1 Class A Common Share of DISH per 1 whole Right at an exercise price of \$33.52 per share

PRICE: \$33.52 Subscription Price

DISTRIBUTION RATIO: One (1) transferrable Right for every 18.475 DISH Class A Common Shares

RECORD DATE: November 17, 2019

EXPIRATION: December 9, 2019

DEPOSITARY: TBD

GUARANTY PERIOD: UNKNOWN

DISH Network Corporation Rights are anticipated to begin trading “when issued” on NASDAQ under the symbol “DISHV” on November 22, 2019 and are anticipated to begin trading regular way on November 25, 2019 under the symbol “DISHR”.

CONTRACT ADJUSTMENT

EFFECTIVE DATE: ???

OPTION SYMBOL: DISH becomes DISH1

STRIKE DIVISOR: 1

CONTRACT

MULTIPLIER: 1

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

NEW DELIVERABLE
PER CONTRACT

1) 100 DISH Network Corporation (DISH) Class A Common Shares
2) **Approximately 5 DISH Network Corporation (DISHR) Rights**
3) **Cash in lieu of approximately 0.4127199 fractional DISHR rights, if any**

SETTLEMENT
ALLOCATION:

DISH: TBD
DISHR: TBD

CUSIPS:

DISH: 25470M109
DISHR: 25470M117

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

PRICING

Until the final distribution ratio and cash in lieu amount, if any, are determined, the underlying price of DISH1 will be determined as follows:

$$\text{DISH1} = \text{DISH} + 0.054127199 (\text{DISHR})$$

DELAYED SETTLEMENT

The DISH component of the DISH1 exercise/assignment activity will settle through National Securities Clearing Corporation (NSCC). The DISHR component of DISH1 exercise/assignment activity will be subject to delayed settlement until the commencement of regular way trading, determination of the final distribution ratio and determination of cash in lieu amount, if any. Upon commencement of regular way trading, the DISHR component of DISH1 exercise/assignment activity will settle through NSCC.

NOTE: The DISHR component of adjusted option DISH1 will remain part of the DISH1 deliverable until the Rights have expired. Once the expiration of the Rights has been confirmed, the DISHR component will be removed from the DISH1 deliverable.

FURTHER CONTRACT ADJUSTMENT

When the Rights expire, adjusted DISH1 options will be further adjusted to no longer call for the delivery of the Rights. **No adjustment will be made to the adjusted contracts to compensate for any in-the-money value the DISH Rights may have at the time of their expiration.**

EXERCISE CONSIDERATIONS

The Rights are to be suspended from trading on a date to be determined and are expected to expire on December 9, 2019. Call option holders who wish to exercise their adjusted options to obtain the Rights for subsequent exercise, sale or other purposes bear sole responsibility for determining when to exercise their options as well as complying with all terms and conditions of the Rights offering applicable to Rights exercise or delivery.

DELIVERY SETTLEMENT AND PROTECT PROVISIONS

Option contracts which are exercised, and physically-settled security Futures contracts which mature, will require the settlement of all component securities included in the contract deliverable at the time of the option contract exercise, including rights, warrants, or similar instruments. Additional entitlements (such as due bills, eligibility to participate in tender offers, elections, etc.) may also automatically attach to securities deliverable upon option exercise. Conversely, exercised calls and or matured Futures contracts may be unable to realize the benefit of securities or entitlements **not** associated to the contract deliverable at the time of the option exercise or Option contract maturity.

Except in unusual cases, securities deliverable as a result of equity option exercises and or Option contract maturity are settled through National Securities Clearing Corporation (NSCC).

Rights and obligations of Members with respect to securities settling at NSCC as a result of an option exercise/assignment are governed by the rules of NSCC. NSCC has its own rules which enable purchasers of securities to protect themselves for value which may be lost if timely delivery is not made to them of securities subject to specific deadlines, such as the expiration of a tender offer, rights offering, election, or similar event. These rules are generally called protect or liability notice procedures, and are intended to protect purchasers by binding the delivering parties to liability if such value is lost because timely delivery is not effected. Purchasers of securities must observe the rules and procedures of NSCC to avail themselves of such protect provisions of NSCC. Questions regarding these provisions should be addressed to NSCC.

SPECIAL RISKS

Call Holders/ Put Writers

As a result of the adjustment described above, the Rights will be part of the adjusted DISH1 options deliverable, but only until the Rights expire, after which time they will be dropped from the deliverable of the option contract. When the Rights expire and are dropped from the deliverable of the option contract, any value the Rights may have had will no longer be associated with the option contract. *As a result, holders of in-the-money calls may be disadvantaged unless they exercise in sufficient time to obtain the Rights. After the Rights expire and are dropped from the deliverable of the option contract, holders of short put positions who are assigned will be required to purchase DISH stock whose value may have been substantially diminished by the Rights distribution.*

Uncovered Short Obligations

Holders of assigned calls or exercised puts, and holders of short positions in physically-settled security Futures at maturity who do not possess the underlying security at the time of assignment or exercise are subject to special risk. Suspension of trading of the underlying security, inability to borrow the security, or similar events may preclude the possibility of effecting timely delivery, thereby exposing persons with an obligation to deliver to liability if timely delivery is not effected (See Delivery Settlement and Protect Provisions above).

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 The 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@theoocc.com. Clearing Members may contact Member Services at 1-800-544-6091 or, within Canada, at 1-800-424-7320, or email memberservices@theoocc.com.