



**THE FOUNDATION
FOR SECURE
MARKETS**

#46712

DATE: MARCH 31, 2020

**SUBJECT: ARCONIC INC. – DISTRIBUTION AND NAME/SYMBOL/
CUSIP CHANGE
OPTION SYMBOL: ARNC
NEW SYMBOL: HWM1
FUTURES SYMBOLS: ARNC1D/ARNC1I/ARNC1J/ARNC1K/
ARNC1W/ARNC1H/ARNC1F/ARNC1M/ARNC1T
NEW SYMBOLS: HWM2D/HWM2I/HWM2J/HWM2K/HWM6W/
HWM6H/HWM6F/HWM6M/HWM6T
DATE: 4/1/20
*** UPDATE *****

CONTRACT ADJUSTMENT – OPTIONS

EFFECTIVE DATE: April 1, 2020

OPTION SYMBOL: ARNC changes to HWM1

STRIKE PRICES: No Change

**NUMBER OF
CONTRACTS:** No Change

MULTIPLIER: 100 (e.g., a premium of 1.50 yields \$150; a strike of 17.50 yields \$1,750)

**NEW DELIVERABLE
PER CONTRACT**

1) 100 Howmet Aerospace Inc. (HWM) Common Shares
2) 25 (New) Arconic Corporation (ARNC) Common Shares

**SETTLEMENT
ALLOCATION:**

HWM: 95%
(New) ARNC: 5%

CUSIPS:

HWM: 443201108
(New) ARNC: 03966V107

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 HWM1 will be determined as follows:

$$\text{HWM1} = \text{HWM} + 0.25 (\text{ARNC})$$

CONTRACT ADJUSTMENT - FUTURES

EFFECTIVE DATE:	April 1, 2020
FUTURES SYMBOLS:	ARNC1D changes to HWM2D ARNC1I changes to HWM2I ARNC1J changes to HWM2J ARNC1K changes to HWM2K ARNC1W changes to HWM6W ARNC1H changes to HWM6H ARNC1F changes to HWM6F ARNC1M changes to HWM6M ARNC1T changes to HWM6T
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 Howmet Aerospace Inc. (HWM) Common Shares 2) 25 (New) Arconic Corporation (ARNC) Common Shares
SETTLEMENT ALLOCATION:	HWM: 95% (New) ARNC: 5%
CUSIPS:	HWM: 443201108 (New) ARNC: 03966V107

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 HWM2D/HWM2I/HWM2J/HWM2K/HWM6W/HWM6H/HWM6F/HWM6M/HWM6T Futures contract deliverable, expressed in terms of current market value, would be calculated as follows:

$$\text{HWM2D} = \text{HWM} + 0.25 (\text{ARNC})$$

Please note that the valuation would apply only to the HWM2D/HWM2I/HWM2J/HWM2K/HWM6W/HWM6H/HWM6F/HWM6M/HWM6T deliverable 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

Arconic Inc. (ARNC) has announced the Company's separation into two independent, publicly traded companies by means of a pro rata distribution. The distribution ratio is 0.25 of a share of (New) Arconic Corporation common stock for each share of Arconic Inc. common stock held. The record date is March 19, 2020; the payable date is April 1, 2020. The NYSE has set April 1, 2020, as the ex-distribution date for this distribution.

(New) Arconic Corporation Common Shares began trading on a when issued basis on March 18, 2020 on the NYSE under the trading symbol "ARNC WI".

Prior to the opening of business on April 1, 2020, Arconic Inc. will change its name, trading symbol, and CUSIP to Howmet Aerospace Inc. (HWM), CUSIP 443201108.

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.