



#42713

DATE: MARCH 2, 2018

SUBJECT: GCI LIBERTY, INC. - ANTICIPATED ADJUSTMENT
OPTION SYMBOL: GNCMA
NEW SYMBOL: GLIB1
DATE: 3/9/18???
* * * UPDATE * * *

Contract Adjustment

DATE: Effective the opening of the business day after the merger is consummated. Contract adjustment is anticipated to occur **on or about March 9, 2018**.

OPTION SYMBOL: GNCMA changes to **GLIB1**

STRIKE DIVISOR: 1

CONTRACTS MULTIPLIER: 1

NEW MULTIPLIER: 100 (e.g., a premium of 1.50 yields \$150; a strike of 40 yields \$4,000.00)

NEW DELIVERABLE PER CONTRACT:

- 1) 63 (New) GCI Liberty, Inc. (**GLIBA**) Class A Common Shares (subject to delayed settlement until commencement of regular way trading)
- 2) 20 (New) GCI Liberty, Inc. (**GLIBP**) Series A Preferred Shares (subject to delayed settlement until commencement of regular way trading)

CUSIPS: (New) **GLIBA: 36164V305**
(New) **GLIBP: 36164V503**

PRICING

The underlying price for **GLIB1** will be determined as follows:

$$\text{GLIB1} = 0.63 (\text{GLIBA}) + 0.20 (\text{GLIBP})$$

DELAYED SETTLEMENT

OCC will delay settlement of the GLIBA and GLIBP components of the GLIB1 deliverable until GLIBA and GLIBP shares begin trading regular way. Upon commencement of regular way trading, OCC will require Put exercisers and Call assignees to deliver the appropriate number of GLIBA and GLIBP shares.

BACKGROUND

On February 2, 2018, Shareholders of General Communication, Inc. (GNCMA) approved the Plan of Reorganization, in which Liberty Interactive Corporation will acquire General Communications, Inc. through a series of transactions. **On February 22, 2018, General Communications, Inc. was renamed “GCI Liberty, Inc.”** Certain assets and liabilities attributed to Liberty Interactive’s Ventures Group will be contributed to General Communications, Inc., in exchange for a controlling interest in (New) GCI Liberty, Inc. If and when the merger is consummated, each GNCMA share held will be converted into the right to receive 0.63 (New) GCI Liberty, Inc. **(GLIBA)** Class A Common Share, plus 0.20 (New) GCI Liberty, Inc. **(GLIBP)** Series A Preferred Share.

(New) GCI Liberty, Inc. Class A Common Shares is expected to begin trading regular way on the Nasdaq Global Select Market under the trading symbol “**GLIBA**” on March 12, 2018.

(New) GCI Liberty, Inc. Series A Preferred shares is expected to begin trading regular way on the Nasdaq Global Select Market under the trading symbol “**GLIBP**” on March 12, 2018.

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.