



**THE FOUNDATION
FOR SECURE
MARKETS**

#44438

DATE: JANUARY 17, 2019

**SUBJECT: DELL TECHNOLOGIES INC. – CASH IN LIEU SETTLEMENT
ADJUSTED OPTION SYMBOLS: DELL1/2DELL1**

Dell Technologies Inc. options were adjusted on December 28, 2018 (See OCC Information Memo #44332). The new deliverable became 1) 180 Dell Technologies Inc. (DELL) Class C Common Shares, and 2) Cash in lieu of 0.66 fractional DELL share. Only settlement of the cash portion of DELL1/2DELL1 options exercise/assignment activity was subject to delayed settlement.

OCC has been informed that a price of \$46.4397 per whole DELL share will be used to determine the cash in lieu amount. Accordingly, the cash in lieu amount is:

$$0.66 \times \$46.4397 = \$30.65 \text{ per DELL1/2DELL1 Contract}$$

Now that the exact cash in lieu amount has been determined, OCC will require Put exercisers and Call assignees, during the period of December 28, 2018 through January 17, 2019, to deliver the appropriate cash amount.

Terms of the DELL1/2DELL1 options are as follows:

New Deliverable Per Contract: 1) 180 Dell Technologies Inc. (DELL) Class C Common Shares
2) \$30.65 Cash

STRIKE PRICES: Unchanged

CUSIP: DELL: 24703L202

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

SETTLEMENT

The DELL component of DELL1/2DELL1 exercise/assignment activity from December 28, 2018 through January 16, 2019, has settled through National Security Clearing Corporation (NSCC). The \$30.65 cash amount will be settled by OCC.

PRICING

The underlying price for DELL1/2DELL1 options will be determined as follows:

$$\text{DELL1} = 1.80 (\text{DELL}) + 0.3065$$

For example, if DELL closes at 42.62, the DELL1/2DELL1 price would be calculated as follows:

$$\text{DELL1} = 1.80 (42.62) + 0.3065 = 77.02$$

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.