



**THE FOUNDATION  
FOR SECURE  
MARKETS**

**#46727**

**DATE: APRIL 2, 2020**

**SUBJECT: UNITED TECHNOLOGIES CORPORATION - DISTRIBUTION  
OPTION SYMBOLS: UTX/2UTX  
NEW SYMBOLS: RTX3/2RTX3  
FUTURES SYMBOLS: UTX1D/UTX1I/UTX1J/UTX1K/UTX1F/  
UTX1M/UTX1T/UTX2W/UTX2H  
NEW SYMBOLS: RTX2D/RTX2I/RTX2J/RTX2K/RTX6F/  
RTX6M/RTX6T/RTX6W/RTX6H  
DATE: 4/3/20  
\*\*\* UPDATE \*\*\***

**CONTRACT ADJUSTMENT – OPTIONS**

**EFFECTIVE DATE: April 3, 2020**

**OPTION SYMBOLS: UTX changes to RTX3  
2UTX changes to 2RTX3**

**STRIKE PRICES: No Change**

**NUMBER OF CONTRACTS: No Change**

**MULTIPLIER: 100 (e.g., a premium of 1.50 yields \$150; a strike of 79 yields \$7,900)**  
**NEW DELIVERABLE PER CONTRACT**

**1) 100 Raytheon Technologies Corporation (RTX) Common Shares  
2) 100 (New) Carrier Global Corporation (CARR) Common Shares  
3) 50 (New) Otis Worldwide Corporation (OTIS) Common Shares**

**SETTLEMENT ALLOCATION: RTX: 55%  
(New) CARR: 20%  
(New) OTIS: 25%**

**CUSIPS: RTX: 75513E101  
(New) CARR:14448C104  
(New) OTIS: 68902V107**

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 RTX3/2RTX3 will be determined as follows:

$$\text{RTX3} = \text{RTX} + \text{CARR} + 0.5 (\text{OTIS})$$

## **CONTRACT ADJUSTMENT - FUTURES**

EFFECTIVE DATE: April 3, 2020

FUTURES SYMBOLS: **UTX1D changes to RTX2D**  
**UTX1I changes to RTX2I**  
**UTX1J changes to RTX2J**  
**UTX1K changes to RTX2K**  
**UTX1F changes to RTX6F**  
**UTX1M changes to RTX6M**  
**UTX1T changes to RTX6T**  
**UTX2W changes to RTX6W**  
**UTX2H changes to RTX6H**

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 Raytheon Technologies Corporation (RTX) Common Shares**  
**2) 100 (New) Carrier Global Corporation (CARR) Common Shares**  
**3) 50 (New) Otis Worldwide Corporation (OTIS) Common Shares**

SETTLEMENT ALLOCATION: **RTX: 55%**  
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## **PRICING**

The underlying price for the RTX2D/RTX2I/RTX2J/RTX2K/RTX6F/RTX6M/RTX6T/RTX6W/RTX6H Futures contract deliverable, expressed in term of current market value, would be calculated as follows:

$$\text{RTX2D} = \text{RTX} + \text{CARR} + 0.5 (\text{OTIS})$$

Please note that the valuation would apply only to the RTX2D/RTX2I/RTX2J/RTX2K/RTX6F/RTX6M/RTX6T/RTX6W/RTX6H 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**

United Technologies Corporation (UTX) has announced a separation of its commercial businesses, (New) Carrier Global Corporation (CARR) and (New) Otis Worldwide Corporation (OTIS) into independent entities by way of a distribution. The distribution rates are one CARR share and 0.5 OTIS share for each UTX share held. The record date is March 19, 2020; the payable date is April 3, 2020. The NYSE has set April 3, 2020, as the ex-distribution date for this distribution.

(New) Carrier Global Corporation Common Shares and (New) Otis Worldwide Corporation Common Shares began trading on a when issued basis on March 18, 2020 on the NYSE under the trading symbols "CARR WI" and "OTIS WI", respectively.

**Immediately following the distribution, United Technologies Corporation (UTX) will change its name, trading symbol, and CUSIP to Raytheon Technologies Corporation (RTX), CUSIP 75513E101.**

## **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](mailto: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](mailto:memberservices@theocc.com).