



**THE FOUNDATION
FOR SECURE
MARKETS**

#47152

DATE: JUNE 17, 2020

SUBJECT: FNF1 OPTIONS - EXPIRATION PRICING CONSIDERATION

FNF1 (adjusted FGL Holdings options) will be subject to special pricing consideration in expiration processing on June 19, 2020. The pricing consideration is due to the undetermined cash in lieu of fractional shares amount included in the option deliverable of FNF1 as indicated below. These options will continue to be subject to normal exercise based on customary exercise thresholds in OCC's Ex-by-Ex processing.

MEMBERS SHOULD ADVISE THEIR CUSTOMERS TO TAKE THE FOLLOWING CONSIDERATIONS INTO ACCOUNT IN DECIDING TO EXERCISE, OR NOT TO EXERCISE, THESE OPTIONS.

FNF1

FNF1 options are adjusted FGL Holdings options, adjusted June 2, 2020 (see OCC Information Memo #47114). The deliverable of FNF1 options is:

NEW DELIVERABLE

PER CONTRACT: 1) 25 Fidelity National Financial, Inc. (FNF) Common Shares
 2) Cash in lieu of 0.58 fractional FNF shares

As of June 17, 2020, the FG Exchange Agent has not determined the price to be used to determine the cash in lieu amount.

For purposes of calculating an FNF1 price for use in expiration processing, OCC will use the following formula:

$$\text{FNF1} = 0.2558 (\text{FNF})$$

For example, if FNF closes at 32.61, the FNF1 price would be:

$$\text{FNF1} = 0.2558 (32.61) = 8.34$$

This formula includes an estimate for the value of the cash in lieu amount and not the actual amount applicable in the merger.

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.