



**THE FOUNDATION  
FOR SECURE  
MARKETS**

**#47320**

**DATE: JULY 20, 2020**

**SUBJECT: CAESARS ENTERTAINMENT CORPORATION (ELECTION  
MERGER) – CONTRACT ADJUSTMENT  
OPTION SYMBOLS: CZR/1CZR  
NEW SYMBOLS: CZR1/1CZR1  
FUTURES SYMBOL: CZR1D  
NEW SYMBOL: CZR2D  
DATE: 7/21/20**

On November 15, 2019, Shareholders of Caesars Entertainment Corporation (CZR) approved the proposed merger with Eldorado Resorts, Inc. (ERI). The merger was consummated on July 20, 2020. ERI will change its name to (New) Caesars Entertainment, Inc. and the new combined company will be listed on the Nasdaq Stock Market under the ticker symbol “CZR”.

**The Merger: Aggregate Terms**

The aggregate terms paid CZR shareholders are approximately \$7.2 billion in cash and 77.1 million shares. In the aggregate, the amount of stock considerations will not exceed the product of 0.0899 and the number of outstanding shares of Caesars Common Shares issued and outstanding immediately prior to the effective time of the merger.

**The Merger Consideration: Prorations**

The Cash Election Consideration and Stock Election Consideration will be subject to proration as described in the Proxy.

**CONTRACT ADJUSTMENT**

**DATE:** July 21, 2020

**OPTION SYMBOLS:** CZR changes to CZR1  
1CZR changes to 1CZR1

**STRIKE DIVISOR:** 1

**CONTRACT MULTIPLIER:** 1

**NEW MULTIPLIER:** 100 (e.g., for premium or strike price extensions, 1.00 equals \$100)

**NEW DELIVERABLE PER CONTRACT:** The deliverable for adjusted CZR options will be BASED ON THE MERGER CONSIDERATION WHICH ACCRUES TO NON-ELECTING

CZR SHAREHOLDERS (stated in terms of a current 100-Share deliverable):

100 x the non-electing consideration

CUSIP: New (CZR): 12769G100

**DELAYED SETTLEMENT**

OCC will delay settlement of CZR1/1CZR1 options until the non-electing consideration has been determined.

**Futures Contract Adjustment**

DATE: July 21, 2020

FUTURES SYMBOL: CZR1D changes to CZR2D

NUMBER OF CONTRACTS: No Change

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

NEW DELIVERABLE PER CONTRACT: The deliverable for adjusted CZR futures will be BASED ON THE MERGER CONSIDERATION WHICH ACCRUES TO NON-ELECTING CZR SHAREHOLDERS (stated in terms of a current 100-Share deliverable):

100 x the non-electing consideration

CUSIP: New (CZR): 12769G100

**DELAYED SETTLEMENT**

OCC will delay settlement of CZR2D futures until the non-electing consideration has been determined.

**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).