



THE OPTIONS CLEARING CORPORATION

#27046

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DATE: MARCH 9, 2010

SUBJECT: ADJUSTED THE PEPSI BOTTLING GROUP, INC. - CASH IN LIEU
SETTLEMENT
ADJUSTED OPTION SYMBOL: OMB
ADJUSTED FUTURES SYMBOL: PBG2C

The Pepsi Bottling Group, Inc. Options & Futures were adjusted on March 1, 2010 (adjusted option symbols OMB & futures symbol PBG2C) (See OCC Information [Memo #27042](#)).

The new deliverable became 1) 32 PepsiCo Inc. (PEP) Common Shares, 2) cash in lieu of .515139 fractional PEP shares, and 3) \$1,804.85 Cash. Only settlement of the cash portion of OMB options exercise/assignment activity was subject to delayed settlement.

OCC has been informed that a price of \$62.30 per whole PEP Share will be used to determine the cash in lieu amounts. Accordingly, the cash in lieu amount is:

$$.515139 \times \$62.30 = \$32.09 \text{ per OMB \& PBG2C Contract}$$

OCC has maintained an audit trail of all OMB exercise and assignment activity effected from March 30, 2009, through April 21, 2009. Now that the exact cash in lieu amount has been determined, OCC will require Put exercisers and Call assignees, during the period of March 30, 2009 through April 21, 2009, to deliver the appropriate cash amount.

Terms of the OMB options & PBG2C futures are as follows:

New Deliverable Per Contract: 1) 32 The Pepsi Bottling Group, Inc. **(PEP)** Common Shares
2) \$1,836.94 Cash (\$1,804.85 + \$32.09)*

* The cash portion of the deliverable remains permanently fixed as part of the option deliverable, and does not vary with price changes of securities also included in the deliverable.

STRIKE PRICES: Unchanged

CUSIP: PEP: 713448108

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

SETTLEMENT

The PEP component of OMB exercise/assignment activity from March 1, 2010 through March 8, 2010, has settled through National Security Clearing Corporation (NSCC). The \$1,836.94 cash amount will be settled by OCC.

PRICING

The underlying price for OMB & PBG2C futures will be determined as follows:

$$\text{OMB} = .32 (\text{PEP}) + 18.3694$$

For example, if PEP closes at 64, the TXZ price would be calculated as follows:

$$\text{OMB} = .32 (64) + 18.3694 = 38.85$$

CATEGORY: CONTRACT ADJUSTMENT
SUB-CATEGORY: ADJUSTED SETTLEMENT

For questions regarding this memo, call 1-888-OPTIONS or email options@theocc.com.