

3.6 DIVIDENDS AND OTHER DISTRIBUTIONS

3.6.1 Ordinary dividends and distributions

Adjustment shall not be made for the payment of any ordinary dividends. Adjustment shall neither be made for scrip dividends, cash distributions or for capital reductions where the whole or part of the distribution replaces an ordinary dividend.

3.6.2 Extra dividends and distributions

Where the company, the shares of which constitute the Contract Base, decides upon a distribution which is declared by the company to be additional or non-regular the Exchange shall carry out a re-calculation.

Re-calculations shall be performed according to one of the following alternatives:

3.6.2.1 Ratio

If the liquidity in the share, which constitutes the Contract Base, is, by the Exchange, considered to be sufficient, the ratio method shall be applied, otherwise section 3.6.2.2 in this Addendum is applied. The re-calculation is effective on the Ex-Day. The adjustment factor shall be calculated according to the formula below and the re-calculation shall be carried out according to the Ratio Method, section 2.1.2 in this Addendum.

$$A = (\text{VWAP cum} - D - D_s) / (\text{VWAP cum} - D)$$

A = Adjustment factor

D = Ordinary dividend

D_s = Special dividend

VWAP cum = Volume weighted average price of the share, which constitutes the Contract Base, prior to the dividend.

3.6.2.2 Reduction in Strike Prices Method

The re-calculation is effective on the Ex-Day and shall be carried out according to the Reduction in Strike Prices Method, section 2.3 in this Addendum.