

February 8, 2018

## Exchange Notice

### Derivatives – Product Information 11/18

## Anticipated adjustment due to share distribution in MTG

The following information is based on a press release from Modern Times Group AB (MTG) published on February 1, 2018 and may be subject to change.

The board of MTG has proposed that the Annual General Meeting (AGM) scheduled for Q2 2018, resolves on a distribution of shares in newly formed company MTG Nordics. The Ex-date is yet to be determined. Provided that the AGM approves the proposed share distribution and other regulatory conditions are fulfilled, NASDAQ Derivatives Markets will carry out a re-calculation of options, forwards and futures in MTG (MTGB).

### Re-calculation of stock options, forwards and futures

<b>Alternative 1.</b> Adjustment factor	$A = (VWAPcum^1 - R^2) / VWAPcum$
<b>Alternative 2.</b> Adjustment factor	$A = VWAPex^3 / VWAPcum$
New exercise and forward/futures price	Old exercise and forward/future price * A
New contract size	Old contract size / A
Date of re-calculation	TBD
Rules and Regulations of NASDAQ Derivatives Markets	3.5.3.5, 3.5.2.1.2, 3.5.1.12

$VWAPcum^1$  = volume weighted average price at the day prior to the ex-day (8 decimals are used)

$R^2$  = Value of the right per contract share

$VWAPex^3$  = volume weighted average price on the ex-day

### Exercise and trading ban

If alternative 2 apply, the options, forwards and futures contracts in MTG will be suspended for trading and exercise from the Ex-date to the re-calculation date.

Further information regarding the re-calculation of the options, forwards and futures contracts will be published as soon as more information is available.

*Members are encouraged to ensure that clients are aware of the above-mentioned adjustment.*



For further information concerning this exchange notice please contact Alfredas Gurgzdys or Indre Zemeckaite telephone + 46 8 405 69 70.

#### NASDAQ Derivatives Markets

Alfredas Gurgzdys  
Product Management

Indre Zemeckaite  
Product Management