

November 14, 2018

Exchange Notice

Derivatives – Product Information 122/18

Anticipated adjustment due to share distribution in Maersk

The following information is based on a press release from A.P. Møller – Mærsk A/S (Maersk) published on November 14, 2018 and may be subject to change.

The Board of Directors of Maersk has decided to prepare for a share distribution of Maersk Drilling, creating a new, independent publicly traded company. Demerger is expected to happen in 2019. Provided that the regulatory conditions are fulfilled, NASDAQ Derivatives Markets will carry out a re-calculation of options, forwards and futures in Maersk (MAERSK), according to one of the below alternatives.

Alt. 1 Re-calculation of stock options, forwards and futures (applicable if the Maersk Drilling Company is listed or will be listed in the near future of the Ex-date)

Conditions	TBD
Ex-date	TBD
Re-calculation method	Basket Method, the new Contract shall consist of Maersk shares as well as the Maersk Drilling shares in accordance with the conditions of the share distribution. The Settlement value of the Basket contract will be the combined value of the underlying shares
New exercise and forward/futures price	The exercise price and forward/future price will not be affected at the time the Contract is re-calculated to a Basket Contract.
New contract size	TBD
Date of re-calculation	TBD
Rules and Regulations of NASDAQ Derivatives Markets	3.5.3.5, 3.5.2.2

Alt. 2 Re-calculation of stock options, forwards and futures (applicable if the Maersk Drilling Company is not listed in the near future of the Ex-date)

Alternative 2.1. Adjustment factor	$A = (VWAP_{cum} - R^1) / VWAP_{cum}$
Alternative 2.2. Adjustment factor	$A = VWAP_{ex}^2 / VWAP_{cum}$
New exercise and forward/futures price	Old exercise and forward/futures 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

VWAP_{cum} = volume weighted average price at the day prior to the ex-day (8 decimals are used)

R¹ = Value of the right to participate per contract share based on valuation from at least 5 market participants

VWAP_{ex}² = volume weighted average price on the ex-day

Exercise and trading ban

If the Maersk Drilling is not listed on the Ex-date or in the near future of the Ex-date or if less than five valuations from market participants are received, the options, forwards and futures contracts in Maersk 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 further 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 Sandra Zemaityte, telephone + 46 8 405 69 70.

NASDAQ Derivatives Markets

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