

London Stock Exchange Derivatives

MARKET NOTICE 2014/045

Adjustment for Dividend in Seadrill (SDRL)

The Board of SDRL has determined to distribute a cash dividend of USD 1 per share for the first quarter 2014, with ex-date 10 June 2014. SDRL belongs to dividend class b) where the whole dividend amount shall be adjusted for.

Stock option strike and Future prices will be adjusted. The future and option series will be assigned new ISIN and marked with the letter X (Y for contracts already marked with X) for deviating contract specifications.

Adjustment factors are rounded to six decimals, and adjusted exercise and futures prices are rounded to two decimals. Adjusted contract sizes are rounded to the nearest whole integer.

Adjustment date: 6 June 2014 after close.

Stock derivative adjustment:

D (USD) = 1

D (NOK) = USD 1 * Exchange rate USDNOK from Norges Bank 14:30 CET

Adjustment factor, A:

$$A = \frac{p_{cum}^{vwap} - D}{p_{cum}^{vwap}}$$

p_{cum}^{vwap} = The stock's volume-weighted average price before the ex-date

D = Dividend (NOK)

New exercise and future price, X_{ex} :

$$X_{ex} = X_{cum} * A$$

X_{cum} = Exercise price or future price before adjustment



New contract size, N_{ex}:

$$N_{\text{ex}} = \frac{N_{\text{cum}}}{A}$$

N_{cum} = Contract size before adjustment

Members are encouraged to ensure that clients are aware of this adjustment.

If you have any questions please call Derivatives Operations on +44 (0) 207 797 3617.

Derivatives Corporate Actions Team
London Stock Exchange
Capital Markets, LSEG

Telephone Tel: +44 (0)20 7797 3660
ETD.corporateactions@lseg.com

10 Paternoster Square, London, EC4M 7LS

www.lseg.com



London
Stock Exchange Group