

London Stock Exchange Derivatives

MARKET NOTICE 2016/080

SUBSEQUENT OFFERING IN PETROLEUM GEO-SERVICES (PGS)

London Stock Exchange Derivatives Market (LSEDM) informs member firms that the Board of Petroleum Geo-Services (PGS) propose the following terms for the rights issue. The terms are subject to approval on the Extraordinary General Meeting on 14 December 2016:

New number of shares	13,500,000
Subscription price	22.50 NOK
Ex-date	23 November 2016
Adjustment time	23 November 2016

All derivatives contracts in PGS will be suspended for trading on 23 November 2016.

A new exchange notice will be published after close tonight and adjusted contracts will commence trading on 24 November 2016.

Stock option exercise prices, future prices and contract size will be adjusted in accordance with Section 3 of the [LSEDM Corporate Actions Policy](#). Futures and option series will be assigned new ISINs and marked with the letter X. New series will be uploaded to the website after close on the adjustment date.

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

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

Stock derivative adjustment:

Adjustment factor, A:

$$A = \frac{P_{\text{cum}}^{\text{vwap}}}{P_{\text{ex}}} = 1.000716$$

$P_{\text{cum}}^{\text{vwap}}$ = The stock's volume-weighted average price before the issue = **22.805717**

P_{ex} = The stock's theoretical value after the issue = **22.789409**

The stock's theoretical value after the issue, P_{ex}:

$$P_{ex} = \frac{(n_{cum} * P_{cum}^{vwap}) + (n_{new} * E)}{n_{cum} + n_{new}} = \mathbf{22.789409}$$

n_{cum} = The total number of outstanding stocks before the issue = **239,579,996**

P_{cum}^{vwap} = The stock's volume-weighted average price before the issue = **22.805717**

n_{new} = The number of new stocks = **13,500,000**

E = Subscription price = **22.50**

New exercise and future price, X_{ex}:

$$X_{ex} = \frac{X_{cum}}{A}$$

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

New contract size, N_{ex}:

$$N_{ex} = N_{cum} * A = 100$$

N_{cum} = Contract size before adjustment = 100

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: +44 (0)207 797 3617
ETD.corporateactions@lseg.com

10 Paternoster Square, London, EC4M 7LS
www.lseg.com



London
Stock Exchange Group