



EXECUTE SUCCESSSM

CBOE Research Circular #RS16-184

Date: March 11, 2016

To: Permit Holders

From: Scott Speer

RE: ArcelorMittal ("MT")

Rights Distribution

Ex-Rights: March 14, 2016

ArcelorMittal ("MT") has announced a distribution of transferable Rights to MT New York Registry Shareholders of record March 14, 2016. The distribution will be made at a rate of **one (1)** Right for each **one (1)** New York Registry Share of MT. Ten (10) rights entitle the holder to purchase seven (7) new New York Registry Shares of ArcelorMittal at an exercise price of \$2.63 cash per share. The Rights will expire on 5:00 pm New York City Time, on Tuesday, March 29, 2016, unless extended. **The Shares of MT Common Stock will be quoted "ex-rights" on Monday, March 14, 2016.**

ArcelorMittal Rights began trading "when issued" on the New York Stock Exchange (NYSE) under the symbol "MT WS WI" on March 11, 2016 and are expected to begin trading "regular way" on March 16, 2016.

Contract Adjustment

Pursuant to Article VI, Section 11 and 11A of OCC's By-Laws, a panel of OCC's Securities Committee has determined to adjust all MT options outstanding as of **Monday, March 14, 2016**, to require the per-contract delivery or receipt of the following: **(A) 100 New York Registry Shares of ArcelorMittal ("MT"); plus (B) 100 Rights.** Strike prices will remain the same. Premiums for the adjusted MT options will continue to be calculated on the basis of a contract multiplier of 100, *i.e.*, for premium and strike extensions, 1.00 will equal \$100. The option symbol shall change to **MT1**.

Please be aware that after the MT Rights expire, the Rights will then be null and void, and the MT1 contract deliverable will revert back to requiring the per-contract delivery or receipt of 100 New York Registry Shares of MT.

Adjusted Option Symbols

At 8:30 A.M. on Monday, March 14, 2016, the following adjustments to the option symbol will be effected:

EXISTING SERIES				ADJUSTED SERIES			
MT	0.50	2016-03-18	C/P =>	MT1	0.50	2016-03-18	C/P
MT	1.00	2016-03-18	C/P =>	MT1	1.00	2016-03-18	C/P
MT	1.50	2016-03-18	C/P =>	MT1	1.50	2016-03-18	C/P
MT	2.00	2016-03-18	C/P =>	MT1	2.00	2016-03-18	C/P
MT	2.50	2016-03-18	C/P =>	MT1	2.50	2016-03-18	C/P
MT	3.00	2016-03-18	C/P =>	MT1	3.00	2016-03-18	C/P
MT	3.50	2016-03-18	C/P =>	MT1	3.50	2016-03-18	C/P
MT	4.00	2016-03-18	C/P =>	MT1	4.00	2016-03-18	C/P
MT	4.50	2016-03-18	C/P =>	MT1	4.50	2016-03-18	C/P
MT	5.00	2016-03-18	C/P =>	MT1	5.00	2016-03-18	C/P
MT	5.50	2016-03-18	C/P =>	MT1	5.50	2016-03-18	C/P
MT	6.00	2016-03-18	C/P =>	MT1	6.00	2016-03-18	C/P
MT	7.00	2016-03-18	C/P =>	MT1	7.00	2016-03-18	C/P

EXISTING SERIES

ADJUSTED SERIES

MT	8.00	2016-03-18	C/P	=>	MT1	8.00	2016-03-18	C/P
MT	9.00	2016-03-18	C/P	=>	MT1	9.00	2016-03-18	C/P
MT	10.00	2016-03-18	C/P	=>	MT1	10.00	2016-03-18	C/P
MT	11.00	2016-03-18	C/P	=>	MT1	11.00	2016-03-18	C/P
MT	12.00	2016-03-18	C/P	=>	MT1	12.00	2016-03-18	C/P
MT	13.00	2016-03-18	C/P	=>	MT1	13.00	2016-03-18	C/P
MT	14.00	2016-03-18	C/P	=>	MT1	14.00	2016-03-18	C/P
MT	15.00	2016-03-18	C/P	=>	MT1	15.00	2016-03-18	C/P
MT	16.00	2016-03-18	C/P	=>	MT1	16.00	2016-03-18	C/P
MT	17.00	2016-03-18	C/P	=>	MT1	17.00	2016-03-18	C/P
MT	18.00	2016-03-18	C/P	=>	MT1	18.00	2016-03-18	C/P
MT	0.50	2016-04-15	C/P	=>	MT1	0.50	2016-04-15	C/P
MT	1.00	2016-04-15	C/P	=>	MT1	1.00	2016-04-15	C/P
MT	1.50	2016-04-15	C/P	=>	MT1	1.50	2016-04-15	C/P
MT	2.00	2016-04-15	C/P	=>	MT1	2.00	2016-04-15	C/P
MT	2.50	2016-04-15	C/P	=>	MT1	2.50	2016-04-15	C/P
MT	3.00	2016-04-15	C/P	=>	MT1	3.00	2016-04-15	C/P
MT	3.50	2016-04-15	C/P	=>	MT1	3.50	2016-04-15	C/P
MT	4.00	2016-04-15	C/P	=>	MT1	4.00	2016-04-15	C/P
MT	4.50	2016-04-15	C/P	=>	MT1	4.50	2016-04-15	C/P
MT	5.00	2016-04-15	C/P	=>	MT1	5.00	2016-04-15	C/P
MT	5.50	2016-04-15	C/P	=>	MT1	5.50	2016-04-15	C/P
MT	6.00	2016-04-15	C/P	=>	MT1	6.00	2016-04-15	C/P
MT	7.00	2016-04-15	C/P	=>	MT1	7.00	2016-04-15	C/P
MT	8.00	2016-04-15	C/P	=>	MT1	8.00	2016-04-15	C/P
MT	9.00	2016-04-15	C/P	=>	MT1	9.00	2016-04-15	C/P
MT	10.00	2016-04-15	C/P	=>	MT1	10.00	2016-04-15	C/P
MT	0.50	2016-06-17	C/P	=>	MT1	0.50	2016-06-17	C/P
MT	1.00	2016-06-17	C/P	=>	MT1	1.00	2016-06-17	C/P
MT	1.50	2016-06-17	C/P	=>	MT1	1.50	2016-06-17	C/P
MT	2.00	2016-06-17	C/P	=>	MT1	2.00	2016-06-17	C/P
MT	2.50	2016-06-17	C/P	=>	MT1	2.50	2016-06-17	C/P
MT	3.00	2016-06-17	C/P	=>	MT1	3.00	2016-06-17	C/P
MT	3.50	2016-06-17	C/P	=>	MT1	3.50	2016-06-17	C/P
MT	4.00	2016-06-17	C/P	=>	MT1	4.00	2016-06-17	C/P
MT	4.50	2016-06-17	C/P	=>	MT1	4.50	2016-06-17	C/P
MT	5.00	2016-06-17	C/P	=>	MT1	5.00	2016-06-17	C/P
MT	5.50	2016-06-17	C/P	=>	MT1	5.50	2016-06-17	C/P
MT	6.00	2016-06-17	C/P	=>	MT1	6.00	2016-06-17	C/P
MT	7.00	2016-06-17	C/P	=>	MT1	7.00	2016-06-17	C/P
MT	8.00	2016-06-17	C/P	=>	MT1	8.00	2016-06-17	C/P
MT	9.00	2016-06-17	C/P	=>	MT1	9.00	2016-06-17	C/P
MT	10.00	2016-06-17	C/P	=>	MT1	10.00	2016-06-17	C/P
MT	11.00	2016-06-17	C/P	=>	MT1	11.00	2016-06-17	C/P
MT	12.00	2016-06-17	C/P	=>	MT1	12.00	2016-06-17	C/P

EXISTING SERIES

MT	0.50	2016-09-16	C/P
MT	1.00	2016-09-16	C/P
MT	1.50	2016-09-16	C/P
MT	2.00	2016-09-16	C/P
MT	2.50	2016-09-16	C/P
MT	3.00	2016-09-16	C/P
MT	3.50	2016-09-16	C/P
MT	4.00	2016-09-16	C/P
MT	4.50	2016-09-16	C/P
MT	5.00	2016-09-16	C/P
MT	5.50	2016-09-16	C/P
MT	6.00	2016-09-16	C/P
MT	7.00	2016-09-16	C/P
MT	8.00	2016-09-16	C/P
MT	9.00	2016-09-16	C/P
MT	10.00	2016-09-16	C/P

ADJUSTED SERIES

MT1	0.50	2016-09-16	C/P
MT1	1.00	2016-09-16	C/P
MT1	1.50	2016-09-16	C/P
MT1	2.00	2016-09-16	C/P
MT1	2.50	2016-09-16	C/P
MT1	3.00	2016-09-16	C/P
MT1	3.50	2016-09-16	C/P
MT1	4.00	2016-09-16	C/P
MT1	4.50	2016-09-16	C/P
MT1	5.00	2016-09-16	C/P
MT1	5.50	2016-09-16	C/P
MT1	6.00	2016-09-16	C/P
MT1	7.00	2016-09-16	C/P
MT1	8.00	2016-09-16	C/P
MT1	9.00	2016-09-16	C/P
MT1	10.00	2016-09-16	C/P

2017 LEAPS

MT	0.50	2017-01-20	C/P
MT	1.00	2017-01-20	C/P
MT	1.50	2017-01-20	C/P
MT	2.00	2017-01-20	C/P
MT	2.50	2017-01-20	C/P
MT	3.00	2017-01-20	C/P
MT	3.50	2017-01-20	C/P
MT	4.00	2017-01-20	C/P
MT	4.50	2017-01-20	C/P
MT	5.00	2017-01-20	C/P
MT	5.50	2017-01-20	C/P
MT	8.00	2017-01-20	C/P
MT	10.00	2017-01-20	C/P
MT	12.00	2017-01-20	C/P
MT	15.00	2017-01-20	C/P
MT	17.00	2017-01-20	C/P
MT	20.00	2017-01-20	C/P
MT	22.00	2017-01-20	C/P
MT	25.00	2017-01-20	C/P

ADJUSTED SERIES

MT1	0.50	2017-01-20	C/P
MT1	1.00	2017-01-20	C/P
MT1	1.50	2017-01-20	C/P
MT1	2.00	2017-01-20	C/P
MT1	2.50	2017-01-20	C/P
MT1	3.00	2017-01-20	C/P
MT1	3.50	2017-01-20	C/P
MT1	4.00	2017-01-20	C/P
MT1	4.50	2017-01-20	C/P
MT1	5.00	2017-01-20	C/P
MT1	5.50	2017-01-20	C/P
MT1	8.00	2017-01-20	C/P
MT1	10.00	2017-01-20	C/P
MT1	12.00	2017-01-20	C/P
MT1	15.00	2017-01-20	C/P
MT1	17.00	2017-01-20	C/P
MT1	20.00	2017-01-20	C/P
MT1	22.00	2017-01-20	C/P
MT1	25.00	2017-01-20	C/P

2018 LEAPS

MT	0.50	2018-01-19	C/P
MT	1.00	2018-01-19	C/P
MT	1.50	2018-01-19	C/P
MT	2.00	2018-01-19	C/P
MT	2.50	2018-01-19	C/P
MT	3.00	2018-01-19	C/P
MT	3.50	2018-01-19	C/P
MT	4.00	2018-01-19	C/P
MT	4.50	2018-01-19	C/P

ADJUSTED SERIES

MT1	0.50	2018-01-19	C/P
MT1	1.00	2018-01-19	C/P
MT1	1.50	2018-01-19	C/P
MT1	2.00	2018-01-19	C/P
MT1	2.50	2018-01-19	C/P
MT1	3.00	2018-01-19	C/P
MT1	3.50	2018-01-19	C/P
MT1	4.00	2018-01-19	C/P
MT1	4.50	2018-01-19	C/P

EXISTING SERIES					ADJUSTED SERIES				
2018 LEAPS									
MT	5.00	2018-01-19	C/P	=>	MT1	5.00	2018-01-19	C/P	
MT	5.50	2018-01-19	C/P	=>	MT1	5.50	2018-01-19	C/P	
MT	7.00	2018-01-19	C/P	=>	MT1	7.00	2018-01-19	C/P	

New Unadjusted Series

To facilitate the maintenance of a fair and orderly market ArcelorMittal options, new MT series with a contract unit of 100 shares will be introduced on Tuesday, March 15, 2016. The MT series will be added for April, May, June, and September expirations at exercise prices nearest the money. Also, new MT LEAP series with a contract unit of 100 shares will be introduced on March 15, 2016, for the January 2017 and January 2018 expirations at exercise prices nearest the money.

Delayed Settlement

The MT component of the MT1 exercise/assignment activity will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the MT WS component of the MT1 deliverable until the Rights begin trading regular way. Upon commencement of regular way trading, OCC will require Put exercisers and Call assignees to deliver the appropriate number of Rights.

NOTE: It is anticipated that the Rights will cease trading on NYSE before the opening on March 23, 2016. The Rights are expected to expire on March 29, 2016. The MT WS component of adjusted option MT1 will remain part of the MT1 deliverable until the Rights have expired. Once the expiration of the Rights has been confirmed, the MT WS component will be removed from the MT1 deliverable. This change to the deliverables is expected to be effective on March 30, 2016.

Further Contract Adjustment

When the Rights expire, adjusted MT1 options will be further adjusted to no longer call for the delivery of the Rights. **No adjustment will be made to the adjusted contracts to compensate for any in-the-money value the MT Rights may have at the time of their expiration.**

Exercise Considerations

The Rights are to be suspended from trading on a date to be determined and are expected to expire on a date to be determined. Call option holders who wish to exercise their adjusted options to obtain the Rights for subsequent exercise, sale or other purposes bear sole responsibility for determining when to exercise their options as well as complying with all terms and conditions of the Rights offering applicable to Rights exercise or delivery.

GTC Order Conversion

On Friday, March 11, 2016, immediately after the CBOE close, the system will convert or cancel all resting orders in the MT order book. If your firm has requested, all booked orders (phone, wire, and electronic) and all ORS orders residing outside the book (booth or crowd routed) will be converted reflecting the adjustments. If your firm has requested, all booked orders and ORS orders residing outside of the book will be canceled. If your firm receives CXL drops, the CXL confirms will print at your booth at 3:15 p.m. ORS CXLs will also be transmitted electronically to your branches.

A report will be available at the Help Desk listing the orders that are converted or canceled. If converted, this list will also show how the new orders will be adjusted. This report will be available on request anytime during the day prior to the night of the adjustment.

SPECIAL RISKS

MT Call Holders/Put Writers

As a result of the adjustment described above, the Rights will be part of the adjusted MT1 options deliverable, but only until the Rights expire, after which time they will be dropped from the deliverable of the option contract. When the Rights expire and are dropped from the deliverable of the option contract, any value the Rights may have had will no longer be associated with the option contract. *As a result, holders of in-the-money calls may be disadvantaged unless they exercise in sufficient time to obtain the Rights. After the Rights expire and are dropped from the deliverable of the option contract, holders of short put positions who are assigned will be required to purchase MT stock whose value may have been substantially diminished by the Rights distribution.*

Uncovered Short Obligations

Holders of assigned calls or exercised puts who do not possess the underlying security at the time of assignment or exercise are subject to special risk. Suspension of trading of the underlying security, inability to borrow the security, or similar events may preclude the possibility of effecting timely delivery, thereby exposing persons with an obligation to deliver to liability if timely delivery is not effected.

Questions regarding this memo can be addressed to Options Industry Services at 1-888-OPTIONS (1-888-678-4667). CBOE contract adjustment memos can also be accessed from CBOE.com at the following web address:

<http://www.cboe.com/ContractAdjustments>