

Cash Merger

July 01, 2013

Exchange/Memo ID: 203120

ONN / OCC ID: 32981



LUFKIN INDUSTRIES, INC. - CASH SETTLEMENT/ ACCELERATION OF EXPIRATIONS

DESCRIPTION:

On June 27, 2013, Shareholders of Lufkin Industries, Inc. (LUFK) voted concerning the proposed merger with Red Acquisition, Inc., a wholly-owned subsidiary of General Electric Company. The merger was approved and subsequently consummated on July 1, 2013. As a result, each existing LUFK Common Share will be converted into the right to receive \$88.50 net cash per share.

ACCELERATION OF EXPIRATIONS

Pursuant to OCC Rule 807, equity stock option contracts whose deliverables are adjusted to call for cash-only delivery will be subject to an acceleration of the expiration dates for outstanding option series. (See OCC Information Memo 23707) Additionally, the exercise by exception (ex by ex) threshold for expiring series will be \$.01 in all account types.

All series of Lufkin Industries, Inc. options whose expiration dates are after 7-20-2013 will have their expiration dates advanced to 7-20-2013. Expiration dates occurring before 7-20-2013 (e.g., Flex options) will remain unchanged.

All Lufkin Industries, Inc. options will utilize a \$.01 exercise threshold.

Option Symbols: LUFK

Existing Expiration: All months

New expiration date: 7-20-2013

Existing American-style Lufkin Industries, Inc. options remain exercisable at the option of the holder prior to their expiration. Exercised options will continue to settle in three business days.

Pending Contract Adjustments:

Pursuant to the By-Laws of the Options Clearing Corporation ("OCC"), the below options will be adjusted as follows.

Adjustment Date:	07/02/2013
Option Symbol:	LUFK remains LUFK
Underlying Security:	LUFK remains LUFK
Contract Multiplier:	1
Strike Divisor:	1
New Multiplier:	100
New Deliverable:	\$8,850.00 Cash (\$88.50 x 100)

On Monday, July 1st, 2013, immediately after the BOX close, all resting orders for LUFK in the order book will be canceled by the BOX Market Operations Center.

Additional Exchange Info:

Old Option Symbol	Old PutCall Code	Old Strike Price	Old Contract Date	New Option Symbol	New PutCall Code	New Strike Price	New Contract Date
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Old Option Symbol	Old PutCall Code	Old Strike Price	Old Contract Date	New Option Symbol	New PutCall Code	New Strike Price	New Contract Date
LUFK	C/P	65.00	07/20/2013	LUFK	C/P	65.00	07/20/2013
LUFK	C/P	70.00	07/20/2013	LUFK	C/P	70.00	07/20/2013
LUFK	C/P	75.00	07/20/2013	LUFK	C/P	75.00	07/20/2013
LUFK	C/P	80.00	07/20/2013	LUFK	C/P	80.00	07/20/2013
LUFK	C/P	85.00	07/20/2013	LUFK	C/P	85.00	07/20/2013
LUFK	C/P	90.00	07/20/2013	LUFK	C/P	90.00	07/20/2013
LUFK	C/P	95.00	07/20/2013	LUFK	C/P	95.00	07/20/2013
LUFK	C/P	100.00	07/20/2013	LUFK	C/P	100.00	07/20/2013
LUFK	C/P	105.00	07/20/2013	LUFK	C/P	105.00	07/20/2013
LUFK	C/P	110.00	07/20/2013	LUFK	C/P	110.00	07/20/2013
LUFK	C/P	115.00	07/20/2013	LUFK	C/P	115.00	07/20/2013
LUFK	C/P	120.00	07/20/2013	LUFK	C/P	120.00	07/20/2013
LUFK	C/P	60.00	08/17/2013	LUFK	C/P	60.00	08/17/2013
LUFK	C/P	65.00	08/17/2013	LUFK	C/P	65.00	08/17/2013
LUFK	C/P	70.00	08/17/2013	LUFK	C/P	70.00	08/17/2013
LUFK	C/P	75.00	08/17/2013	LUFK	C/P	75.00	08/17/2013
LUFK	C/P	80.00	08/17/2013	LUFK	C/P	80.00	08/17/2013
LUFK	C/P	85.00	08/17/2013	LUFK	C/P	85.00	08/17/2013
LUFK	C/P	90.00	08/17/2013	LUFK	C/P	90.00	08/17/2013
LUFK	C/P	95.00	08/17/2013	LUFK	C/P	95.00	08/17/2013
LUFK	C/P	100.00	08/17/2013	LUFK	C/P	100.00	08/17/2013
LUFK	C/P	105.00	08/17/2013	LUFK	C/P	105.00	08/17/2013
LUFK	C/P	110.00	08/17/2013	LUFK	C/P	110.00	08/17/2013
LUFK	C/P	115.00	08/17/2013	LUFK	C/P	115.00	08/17/2013
LUFK	C/P	120.00	08/17/2013	LUFK	C/P	120.00	08/17/2013
LUFK	C/P	30.00	09/21/2013	LUFK	C/P	30.00	09/21/2013
LUFK	C/P	35.00	09/21/2013	LUFK	C/P	35.00	09/21/2013
LUFK	C/P	40.00	09/21/2013	LUFK	C/P	40.00	09/21/2013
LUFK	C/P	45.00	09/21/2013	LUFK	C/P	45.00	09/21/2013
LUFK	C/P	50.00	09/21/2013	LUFK	C/P	50.00	09/21/2013
LUFK	C/P	55.00	09/21/2013	LUFK	C/P	55.00	09/21/2013
LUFK	C/P	60.00	09/21/2013	LUFK	C/P	60.00	09/21/2013
LUFK	C/P	65.00	09/21/2013	LUFK	C/P	65.00	09/21/2013
LUFK	C/P	70.00	09/21/2013	LUFK	C/P	70.00	09/21/2013
LUFK	C/P	75.00	09/21/2013	LUFK	C/P	75.00	09/21/2013
LUFK	C/P	80.00	09/21/2013	LUFK	C/P	80.00	09/21/2013
LUFK	C/P	85.00	09/21/2013	LUFK	C/P	85.00	09/21/2013
LUFK	C/P	90.00	09/21/2013	LUFK	C/P	90.00	09/21/2013
LUFK	C/P	95.00	09/21/2013	LUFK	C/P	95.00	09/21/2013
LUFK	C/P	100.00	09/21/2013	LUFK	C/P	100.00	09/21/2013
LUFK	C/P	105.00	09/21/2013	LUFK	C/P	105.00	09/21/2013
LUFK	C/P	110.00	09/21/2013	LUFK	C/P	110.00	09/21/2013
LUFK	C/P	115.00	09/21/2013	LUFK	C/P	115.00	09/21/2013
LUFK	C/P	120.00	09/21/2013	LUFK	C/P	120.00	09/21/2013
LUFK	C/P	60.00	12/21/2013	LUFK	C/P	60.00	12/21/2013

Old Option Symbol	Old PutCall Code	Old Strike Price	Old Contract Date	New Option Symbol	New PutCall Code	New Strike Price	New Contract Date
LUFK	C/P	65.00	12/21/2013	LUFK	C/P	65.00	12/21/2013
LUFK	C/P	70.00	12/21/2013	LUFK	C/P	70.00	12/21/2013
LUFK	C/P	75.00	12/21/2013	LUFK	C/P	75.00	12/21/2013
LUFK	C/P	80.00	12/21/2013	LUFK	C/P	80.00	12/21/2013
LUFK	C/P	85.00	12/21/2013	LUFK	C/P	85.00	12/21/2013
LUFK	C/P	90.00	12/21/2013	LUFK	C/P	90.00	12/21/2013
LUFK	C/P	95.00	12/21/2013	LUFK	C/P	95.00	12/21/2013
LUFK	C/P	100.00	12/21/2013	LUFK	C/P	100.00	12/21/2013
LUFK	C/P	105.00	12/21/2013	LUFK	C/P	105.00	12/21/2013
LUFK	C/P	110.00	12/21/2013	LUFK	C/P	110.00	12/21/2013
LUFK	C/P	115.00	12/21/2013	LUFK	C/P	115.00	12/21/2013
LUFK	C/P	120.00	12/21/2013	LUFK	C/P	120.00	12/21/2013

Disclaimer:

This Information Memo summarizes corporate events affecting listed options. No warranty of accuracy or completeness is given with respect to the summary. Option series information is based on series existing at OCC at the time this Memo was generated.

Contact Information:

Questions regarding this memo can be addressed to the BOX Market Operations Center at 617-235-2291 or toll free at 1-866-768-8845.