

Cash Dividend

July 18, 2017

Exchange/Memo ID: 204139

ONN / OCC ID: 41518



BANCO SANTANDER S.A. - CASH DISTRIBUTION IN LIEU OF RIGHTS

Ex - Distribution Date: 07/18/2017

DESCRIPTION:

Banco Santander S.A. (SAN) announced a distribution of Rights to holders of SAN Ordinary Shares. The Rights will not be distributed to holders of SAN American Depositary Shares (ADSs). In lieu of the Rights, The Bank of New York, as the depositary for Banco Santander S.A., will try to sell the rights in the local market and will distribute the proceeds of the sale, if there are any proceeds, to SAN ADS Holders. The net distribution per ADS is to be determined and will be less fees and withholdings, if any.

The ADS record date is July 20, 2017. The payable date is to be determined. The distribution will not be quoted "ex" on the NYSE. All SAN ADSs traded on July 18, 2017 will be without the entitlement to the distribution.

DELAYED SETTLEMENT

The SAN component of the SAN1 deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash portion of the SAN1 deliverable until the exact pro rata portion of the cash proceeds from the Sale of Rights amount is determined. Upon determination of the exact cash amount, OCC will require Put exercisers and Call assignees to deliver the appropriate cash amount.

Contract Adjustments:

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

Adjustment Date: July 18, 2017

Option Symbol: SAN becomes SAN1

Underlying Security: SAN remains SAN

Contract Multiplier: 1

Strike Divisor: 1

New Multiplier: 100

Strike Price: Remains The Same

New Deliverable/Contract: 100 x the pro rata portion of the cash proceeds from the Sale of Rights, less fees and withholdings, if any
100 Banco Santander S.A. (SAN) American Depositary Shares

Pricing Considerations: Until the pro rata portion of the cash proceeds from the Sale of Rights is determined, the underlying price for SAN1 will be determined as follows:
SAN1 = SAN

Additional Exchange Info: On Monday, July 17th, 2017, immediately after the BOX close, all resting orders for SAN in the order book will be canceled by the BOX Market Operations Center.

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.