

**SEARS HOLDING CORPORATION - DISTRIBUTION****DESCRIPTION:**

Sears Holdings Corporation (SHLD) has announced a distribution of Orchard Supply Hardware Stores Corp. Class A Common Shares and Series A Preferred Shares. The distribution ratio is 0.045163 Orchard Supply Hardware Stores Corp Class A Common Shares and 0.045163 Orchard Supply Hardware Stores Corp Series A Preferred Shares for each SHLD Common Share held. The record date is December 16, 2011; the mail date is December 30, 2011. **The Nasdaq Global Select Market (NASDAQ) has set December 14, 2011, as the ex-distribution date for this distribution.**

It is anticipated that Orchard Supply Hardware Stores Class A Common Stock will be listed on the NASDAQ Capital Market under the symbol "OSH" and Orchard Supply Hardware Stores Corp. Series A Preferred Shares will be listed on an OTC market on a date to be announced.

Contract Adjustments:

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

Adjustment Date: **12/14/11**

Option Symbol: SHLD becomes SHLD1

Underlying Security: SHLD remains SHLD1

CUSIP: 812350106

Contract Multiplier: 1

Strike Divisor: 1

New Multiplier: 100

Settlement Allocation:

New Deliverable: Cash in lieu of .5163 fractional Orchard Supply Hardware Stores Corp. Series A Preferred Shares
4 (New) Orchard Supply Hardware Stores Corp. Series A Preferred Shares
100 Sears Holdings Corporation (SHLD) Common Shares
Cash in lieu of .5163 fractional Orchard Supply Hardware Stores Corp. Common Shares
4 (New) Orchard Supply Hardware Stores Corp. Common Shares

Pricing Considerations: Until the cash in lieu amount is determined, the underlying price for SHLD1 will be determined as follows:

$SHLD1 = SHLD + .045163 \text{ (Orchard Supply Hardware Stores Corp. Common Shares)} + .045163 \text{ (Orchard Supply Hardware Stores Corp. Series A Preferred Shares)}$

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
SHLD	C/P	27.50	12/17/2011	SHLD1	C/P	27.50	12/17/2011
SHLD	C/P	30.00	12/17/2011	SHLD1	C/P	30.00	12/17/2011
SHLD	C/P	32.50	12/17/2011	SHLD1	C/P	32.50	12/17/2011
SHLD	C/P	35.00	12/17/2011	SHLD1	C/P	35.00	12/17/2011

Old Option Symbol	Old PutCall Code	Old Strike Price	Old Contract Date	New Option Symbol	New PutCall Code	New Strike Price	New Contract Date
SHLD	C/P	37.50	12/17/2011	SHLD1	C/P	37.50	12/17/2011
SHLD	C/P	40.00	12/17/2011	SHLD1	C/P	40.00	12/17/2011
SHLD	C/P	42.50	12/17/2011	SHLD1	C/P	42.50	12/17/2011
SHLD	C/P	45.00	12/17/2011	SHLD1	C/P	45.00	12/17/2011
SHLD	C/P	47.50	12/17/2011	SHLD1	C/P	47.50	12/17/2011
SHLD	C/P	50.00	12/17/2011	SHLD1	C/P	50.00	12/17/2011
SHLD	C/P	52.50	12/17/2011	SHLD1	C/P	52.50	12/17/2011
SHLD	C/P	55.00	12/17/2011	SHLD1	C/P	55.00	12/17/2011
SHLD	C/P	57.50	12/17/2011	SHLD1	C/P	57.50	12/17/2011
SHLD	C/P	60.00	12/17/2011	SHLD1	C/P	60.00	12/17/2011
SHLD	C/P	62.50	12/17/2011	SHLD1	C/P	62.50	12/17/2011
SHLD	C/P	65.00	12/17/2011	SHLD1	C/P	65.00	12/17/2011
SHLD	C/P	67.50	12/17/2011	SHLD1	C/P	67.50	12/17/2011
SHLD	C/P	70.00	12/17/2011	SHLD1	C/P	70.00	12/17/2011
SHLD	C/P	72.50	12/17/2011	SHLD1	C/P	72.50	12/17/2011
SHLD	C/P	75.00	12/17/2011	SHLD1	C/P	75.00	12/17/2011
SHLD	C/P	77.50	12/17/2011	SHLD1	C/P	77.50	12/17/2011
SHLD	C/P	80.00	12/17/2011	SHLD1	C/P	80.00	12/17/2011
SHLD	C/P	82.50	12/17/2011	SHLD1	C/P	82.50	12/17/2011
SHLD	C/P	85.00	12/17/2011	SHLD1	C/P	85.00	12/17/2011
SHLD	C/P	87.50	12/17/2011	SHLD1	C/P	87.50	12/17/2011
SHLD	C/P	90.00	12/17/2011	SHLD1	C/P	90.00	12/17/2011
SHLD	C/P	92.50	12/17/2011	SHLD1	C/P	92.50	12/17/2011
SHLD	C/P	95.00	12/17/2011	SHLD1	C/P	95.00	12/17/2011
SHLD	C/P	100.00	12/17/2011	SHLD1	C/P	100.00	12/17/2011
SHLD	C/P	105.00	12/17/2011	SHLD1	C/P	105.00	12/17/2011
SHLD	C/P	110.00	12/17/2011	SHLD1	C/P	110.00	12/17/2011
SHLD	C/P	115.00	12/17/2011	SHLD1	C/P	115.00	12/17/2011
SHLD	C/P	120.00	12/17/2011	SHLD1	C/P	120.00	12/17/2011
SHLD	C/P	125.00	12/17/2011	SHLD1	C/P	125.00	12/17/2011
SHLD	C/P	27.50	01/21/2012	SHLD1	C/P	27.50	01/21/2012
SHLD	C/P	30.00	01/21/2012	SHLD1	C/P	30.00	01/21/2012
SHLD	C/P	32.50	01/21/2012	SHLD1	C/P	32.50	01/21/2012
SHLD	C/P	35.00	01/21/2012	SHLD1	C/P	35.00	01/21/2012
SHLD	C/P	37.50	01/21/2012	SHLD1	C/P	37.50	01/21/2012
SHLD	C/P	40.00	01/21/2012	SHLD1	C/P	40.00	01/21/2012
SHLD	C/P	42.50	01/21/2012	SHLD1	C/P	42.50	01/21/2012
SHLD	C/P	45.00	01/21/2012	SHLD1	C/P	45.00	01/21/2012
SHLD	C/P	47.50	01/21/2012	SHLD1	C/P	47.50	01/21/2012
SHLD	C/P	50.00	01/21/2012	SHLD1	C/P	50.00	01/21/2012
SHLD	C/P	52.50	01/21/2012	SHLD1	C/P	52.50	01/21/2012
SHLD	C/P	55.00	01/21/2012	SHLD1	C/P	55.00	01/21/2012
SHLD	C/P	57.50	01/21/2012	SHLD1	C/P	57.50	01/21/2012
SHLD	C/P	60.00	01/21/2012	SHLD1	C/P	60.00	01/21/2012
SHLD	C/P	62.50	01/21/2012	SHLD1	C/P	62.50	01/21/2012

Old Option Symbol	Old PutCall Code	Old Strike Price	Old Contract Date	New Option Symbol	New PutCall Code	New Strike Price	New Contract Date
SHLD	C/P	65.00	01/21/2012	SHLD1	C/P	65.00	01/21/2012
SHLD	C/P	67.50	01/21/2012	SHLD1	C/P	67.50	01/21/2012
SHLD	C/P	70.00	01/21/2012	SHLD1	C/P	70.00	01/21/2012
SHLD	C/P	72.50	01/21/2012	SHLD1	C/P	72.50	01/21/2012
SHLD	C/P	75.00	01/21/2012	SHLD1	C/P	75.00	01/21/2012
SHLD	C/P	77.50	01/21/2012	SHLD1	C/P	77.50	01/21/2012
SHLD	C/P	80.00	01/21/2012	SHLD1	C/P	80.00	01/21/2012
SHLD	C/P	82.50	01/21/2012	SHLD1	C/P	82.50	01/21/2012
SHLD	C/P	85.00	01/21/2012	SHLD1	C/P	85.00	01/21/2012
SHLD	C/P	87.50	01/21/2012	SHLD1	C/P	87.50	01/21/2012
SHLD	C/P	90.00	01/21/2012	SHLD1	C/P	90.00	01/21/2012
SHLD	C/P	92.50	01/21/2012	SHLD1	C/P	92.50	01/21/2012
SHLD	C/P	95.00	01/21/2012	SHLD1	C/P	95.00	01/21/2012
SHLD	C/P	100.00	01/21/2012	SHLD1	C/P	100.00	01/21/2012
SHLD	C/P	105.00	01/21/2012	SHLD1	C/P	105.00	01/21/2012
SHLD	C/P	110.00	01/21/2012	SHLD1	C/P	110.00	01/21/2012
SHLD	C/P	115.00	01/21/2012	SHLD1	C/P	115.00	01/21/2012
SHLD	C/P	120.00	01/21/2012	SHLD1	C/P	120.00	01/21/2012
SHLD	C/P	125.00	01/21/2012	SHLD1	C/P	125.00	01/21/2012
SHLD	C/P	130.00	01/21/2012	SHLD1	C/P	130.00	01/21/2012
SHLD	C/P	135.00	01/21/2012	SHLD1	C/P	135.00	01/21/2012
SHLD	C/P	140.00	01/21/2012	SHLD1	C/P	140.00	01/21/2012
SHLD	C/P	145.00	01/21/2012	SHLD1	C/P	145.00	01/21/2012
SHLD	C/P	150.00	01/21/2012	SHLD1	C/P	150.00	01/21/2012
SHLD	C/P	155.00	01/21/2012	SHLD1	C/P	155.00	01/21/2012
SHLD	C/P	160.00	01/21/2012	SHLD1	C/P	160.00	01/21/2012
SHLD	C/P	165.00	01/21/2012	SHLD1	C/P	165.00	01/21/2012
SHLD	C/P	170.00	01/21/2012	SHLD1	C/P	170.00	01/21/2012
SHLD	C/P	175.00	01/21/2012	SHLD1	C/P	175.00	01/21/2012
SHLD	C/P	180.00	01/21/2012	SHLD1	C/P	180.00	01/21/2012
SHLD	C/P	185.00	01/21/2012	SHLD1	C/P	185.00	01/21/2012
SHLD	C/P	27.50	03/17/2012	SHLD1	C/P	27.50	03/17/2012
SHLD	C/P	30.00	03/17/2012	SHLD1	C/P	30.00	03/17/2012
SHLD	C/P	32.50	03/17/2012	SHLD1	C/P	32.50	03/17/2012
SHLD	C/P	35.00	03/17/2012	SHLD1	C/P	35.00	03/17/2012
SHLD	C/P	37.50	03/17/2012	SHLD1	C/P	37.50	03/17/2012
SHLD	C/P	40.00	03/17/2012	SHLD1	C/P	40.00	03/17/2012
SHLD	C/P	42.50	03/17/2012	SHLD1	C/P	42.50	03/17/2012
SHLD	C/P	45.00	03/17/2012	SHLD1	C/P	45.00	03/17/2012
SHLD	C/P	47.50	03/17/2012	SHLD1	C/P	47.50	03/17/2012
SHLD	C/P	50.00	03/17/2012	SHLD1	C/P	50.00	03/17/2012
SHLD	C/P	52.50	03/17/2012	SHLD1	C/P	52.50	03/17/2012
SHLD	C/P	55.00	03/17/2012	SHLD1	C/P	55.00	03/17/2012
SHLD	C/P	57.50	03/17/2012	SHLD1	C/P	57.50	03/17/2012
SHLD	C/P	60.00	03/17/2012	SHLD1	C/P	60.00	03/17/2012

Old Option Symbol	Old PutCall Code	Old Strike Price	Old Contract Date	New Option Symbol	New PutCall Code	New Strike Price	New Contract Date
SHLD	C/P	62.50	03/17/2012	SHLD1	C/P	62.50	03/17/2012
SHLD	C/P	65.00	03/17/2012	SHLD1	C/P	65.00	03/17/2012
SHLD	C/P	67.50	03/17/2012	SHLD1	C/P	67.50	03/17/2012
SHLD	C/P	70.00	03/17/2012	SHLD1	C/P	70.00	03/17/2012
SHLD	C/P	72.50	03/17/2012	SHLD1	C/P	72.50	03/17/2012
SHLD	C/P	75.00	03/17/2012	SHLD1	C/P	75.00	03/17/2012
SHLD	C/P	77.50	03/17/2012	SHLD1	C/P	77.50	03/17/2012
SHLD	C/P	80.00	03/17/2012	SHLD1	C/P	80.00	03/17/2012
SHLD	C/P	82.50	03/17/2012	SHLD1	C/P	82.50	03/17/2012
SHLD	C/P	85.00	03/17/2012	SHLD1	C/P	85.00	03/17/2012
SHLD	C/P	87.50	03/17/2012	SHLD1	C/P	87.50	03/17/2012
SHLD	C/P	90.00	03/17/2012	SHLD1	C/P	90.00	03/17/2012
SHLD	C/P	95.00	03/17/2012	SHLD1	C/P	95.00	03/17/2012
SHLD	C/P	100.00	03/17/2012	SHLD1	C/P	100.00	03/17/2012
SHLD	C/P	105.00	03/17/2012	SHLD1	C/P	105.00	03/17/2012
SHLD	C/P	110.00	03/17/2012	SHLD1	C/P	110.00	03/17/2012
SHLD	C/P	115.00	03/17/2012	SHLD1	C/P	115.00	03/17/2012
SHLD	C/P	30.00	06/16/2012	SHLD1	C/P	30.00	06/16/2012
SHLD	C/P	32.50	06/16/2012	SHLD1	C/P	32.50	06/16/2012
SHLD	C/P	35.00	06/16/2012	SHLD1	C/P	35.00	06/16/2012
SHLD	C/P	37.50	06/16/2012	SHLD1	C/P	37.50	06/16/2012
SHLD	C/P	40.00	06/16/2012	SHLD1	C/P	40.00	06/16/2012
SHLD	C/P	42.50	06/16/2012	SHLD1	C/P	42.50	06/16/2012
SHLD	C/P	45.00	06/16/2012	SHLD1	C/P	45.00	06/16/2012
SHLD	C/P	47.50	06/16/2012	SHLD1	C/P	47.50	06/16/2012
SHLD	C/P	50.00	06/16/2012	SHLD1	C/P	50.00	06/16/2012
SHLD	C/P	52.50	06/16/2012	SHLD1	C/P	52.50	06/16/2012
SHLD	C/P	55.00	06/16/2012	SHLD1	C/P	55.00	06/16/2012
SHLD	C/P	57.50	06/16/2012	SHLD1	C/P	57.50	06/16/2012
SHLD	C/P	60.00	06/16/2012	SHLD1	C/P	60.00	06/16/2012
SHLD	C/P	62.50	06/16/2012	SHLD1	C/P	62.50	06/16/2012
SHLD	C/P	65.00	06/16/2012	SHLD1	C/P	65.00	06/16/2012
SHLD	C/P	67.50	06/16/2012	SHLD1	C/P	67.50	06/16/2012
SHLD	C/P	70.00	06/16/2012	SHLD1	C/P	70.00	06/16/2012
SHLD	C/P	72.50	06/16/2012	SHLD1	C/P	72.50	06/16/2012
SHLD	C/P	75.00	06/16/2012	SHLD1	C/P	75.00	06/16/2012
SHLD	C/P	77.50	06/16/2012	SHLD1	C/P	77.50	06/16/2012
SHLD	C/P	80.00	06/16/2012	SHLD1	C/P	80.00	06/16/2012
SHLD	C/P	82.50	06/16/2012	SHLD1	C/P	82.50	06/16/2012
SHLD	C/P	85.00	06/16/2012	SHLD1	C/P	85.00	06/16/2012
SHLD	C/P	87.50	06/16/2012	SHLD1	C/P	87.50	06/16/2012
SHLD	C/P	90.00	06/16/2012	SHLD1	C/P	90.00	06/16/2012
SHLD	C/P	95.00	06/16/2012	SHLD1	C/P	95.00	06/16/2012
SHLD	C/P	100.00	06/16/2012	SHLD1	C/P	100.00	06/16/2012
SHLD	C/P	105.00	06/16/2012	SHLD1	C/P	105.00	06/16/2012

Old Option Symbol	Old PutCall Code	Old Strike Price	Old Contract Date	New Option Symbol	New PutCall Code	New Strike Price	New Contract Date
SHLD	C/P	110.00	06/16/2012	SHLD1	C/P	110.00	06/16/2012
SHLD	C/P	115.00	06/16/2012	SHLD1	C/P	115.00	06/16/2012
SHLD	C/P	30.00	01/19/2013	SHLD1	C/P	30.00	01/19/2013
SHLD	C/P	32.50	01/19/2013	SHLD1	C/P	32.50	01/19/2013
SHLD	C/P	35.00	01/19/2013	SHLD1	C/P	35.00	01/19/2013
SHLD	C/P	37.50	01/19/2013	SHLD1	C/P	37.50	01/19/2013
SHLD	C/P	40.00	01/19/2013	SHLD1	C/P	40.00	01/19/2013
SHLD	C/P	42.50	01/19/2013	SHLD1	C/P	42.50	01/19/2013
SHLD	C/P	45.00	01/19/2013	SHLD1	C/P	45.00	01/19/2013
SHLD	C/P	47.50	01/19/2013	SHLD1	C/P	47.50	01/19/2013
SHLD	C/P	50.00	01/19/2013	SHLD1	C/P	50.00	01/19/2013
SHLD	C/P	52.50	01/19/2013	SHLD1	C/P	52.50	01/19/2013
SHLD	C/P	55.00	01/19/2013	SHLD1	C/P	55.00	01/19/2013
SHLD	C/P	57.50	01/19/2013	SHLD1	C/P	57.50	01/19/2013
SHLD	C/P	60.00	01/19/2013	SHLD1	C/P	60.00	01/19/2013
SHLD	C/P	62.50	01/19/2013	SHLD1	C/P	62.50	01/19/2013
SHLD	C/P	65.00	01/19/2013	SHLD1	C/P	65.00	01/19/2013
SHLD	C/P	67.50	01/19/2013	SHLD1	C/P	67.50	01/19/2013
SHLD	C/P	70.00	01/19/2013	SHLD1	C/P	70.00	01/19/2013
SHLD	C/P	72.50	01/19/2013	SHLD1	C/P	72.50	01/19/2013
SHLD	C/P	75.00	01/19/2013	SHLD1	C/P	75.00	01/19/2013
SHLD	C/P	77.50	01/19/2013	SHLD1	C/P	77.50	01/19/2013
SHLD	C/P	80.00	01/19/2013	SHLD1	C/P	80.00	01/19/2013
SHLD	C/P	82.50	01/19/2013	SHLD1	C/P	82.50	01/19/2013
SHLD	C/P	85.00	01/19/2013	SHLD1	C/P	85.00	01/19/2013
SHLD	C/P	87.50	01/19/2013	SHLD1	C/P	87.50	01/19/2013
SHLD	C/P	90.00	01/19/2013	SHLD1	C/P	90.00	01/19/2013
SHLD	C/P	95.00	01/19/2013	SHLD1	C/P	95.00	01/19/2013
SHLD	C/P	100.00	01/19/2013	SHLD1	C/P	100.00	01/19/2013
SHLD	C/P	105.00	01/19/2013	SHLD1	C/P	105.00	01/19/2013
SHLD	C/P	110.00	01/19/2013	SHLD1	C/P	110.00	01/19/2013
SHLD	C/P	115.00	01/19/2013	SHLD1	C/P	115.00	01/19/2013
SHLD	C/P	32.50	01/18/2014	SHLD1	C/P	32.50	01/18/2014
SHLD	C/P	35.00	01/18/2014	SHLD1	C/P	35.00	01/18/2014
SHLD	C/P	37.50	01/18/2014	SHLD1	C/P	37.50	01/18/2014
SHLD	C/P	40.00	01/18/2014	SHLD1	C/P	40.00	01/18/2014
SHLD	C/P	42.50	01/18/2014	SHLD1	C/P	42.50	01/18/2014
SHLD	C/P	45.00	01/18/2014	SHLD1	C/P	45.00	01/18/2014
SHLD	C/P	47.50	01/18/2014	SHLD1	C/P	47.50	01/18/2014
SHLD	C/P	50.00	01/18/2014	SHLD1	C/P	50.00	01/18/2014
SHLD	C/P	55.00	01/18/2014	SHLD1	C/P	55.00	01/18/2014
SHLD	C/P	60.00	01/18/2014	SHLD1	C/P	60.00	01/18/2014
SHLD	C/P	65.00	01/18/2014	SHLD1	C/P	65.00	01/18/2014
SHLD	C/P	70.00	01/18/2014	SHLD1	C/P	70.00	01/18/2014
SHLD	C/P	75.00	01/18/2014	SHLD1	C/P	75.00	01/18/2014

Old Option Symbol	Old PutCall Code	Old Strike Price	Old Contract Date	New Option Symbol	New PutCall Code	New Strike Price	New Contract Date
SHLD	C/P	80.00	01/18/2014	SHLD1	C/P	80.00	01/18/2014
SHLD	C/P	85.00	01/18/2014	SHLD1	C/P	85.00	01/18/2014
SHLD	C/P	90.00	01/18/2014	SHLD1	C/P	90.00	01/18/2014
SHLD	C/P	95.00	01/18/2014	SHLD1	C/P	95.00	01/18/2014
SHLD	C/P	100.00	01/18/2014	SHLD1	C/P	100.00	01/18/2014

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.