

**ALCON, INC. (ACL) – COMPLETED MERGER****DESCRIPTION:**

OCC has been informed that the anticipated Alcon/Novartis merger has been consummated on April 8, 2011. The anticipated contract adjustment on ACL options and futures will be effected as indicated below.

The contract adjustment for the Alcon/Novartis merger will be net of withholding taxes. OCC has been informed by DTCC that the statutory Swiss withholding tax rate which will be applicable to the cash portion of the Alcon/Novartis merger consideration, if any, will be 35% on the payable date. The ACL Adjustment Panel has determined to apply this rate in determining the NVS1/ACL2C adjusted net deliverable.

NOTE - It is OCC's understanding that certain U.S. citizens may be eligible for a more favorable tax withholding tax rate of 15% in respect of their ACL stock positions if appropriate application is made through mechanisms available through DTCC or other parties. ACL Call Option holders who wish to position themselves for a more favorable tax treatment must independently determine their eligibility and exercise strategies. With respect to ACL options, in all cases, it is the responsibility of the ACL Call Option holder to determine if and when to exercise and to observe all conditions as specified by DTCC or other appropriate third parties.

**On April 7 and April 8, 2011, Shareholders of Alcon, Inc. (ACL) voted and approved the proposed merger with Novartis AG (NVS). Pursuant to the terms of the merger, each existing ACL Common Share will be converted into the right to receive 2.9228 NVS ADS's and \$8.20 cash.**

**GTC Order Cancellation:**

On Friday, April 8, 2011, immediately after the BOX close, all resting orders for ACL in the order book will be canceled by the BOX Market Operations Center. If a BOX Participant wishes to enter orders for the adjusted NVS1 series, the BOX Participant will need to reenter the orders before the open on Monday, April 11, 2011.

**Pending Contract Adjustments:**

**Adjustment Date:** Monday, April 11, 2011

**Option Symbol:** ACL becomes NVS1

**Underlying Security:** ACL becomes NVS1

**CUSIP:** 66987V109

**Contract Multiplier:** 1

**Strike Prices:** unchanged

**New Multiplier:** 100 (e.g. Premium of 1.00 = \$100)

**Settlement Allocation:**

**New Deliverable:** 292 Novartis AG (NVS) American Depositary Shares  
\$820.00 cash less 35% withholding tax (approximate value of \$533.00)  
Cash in lieu of .28 fractional NVS shares, if any

**Additional Exchange Info:**

Old Option Symbol	Old PutCall Code	Old Strike Price	Old Contract Date	New Option Symbol	New PutCall Code	New S
ACL	C/P	130.00	04/16/2011	NVS1	C/P	130.00
ACL	C/P	135.00	04/16/2011	NVS1	C/P	135.00
ACL	C/P	140.00	04/16/2011	NVS1	C/P	140.00
ACL	C/P	145.00	04/16/2011	NVS1	C/P	145.00
ACL	C/P	150.00	04/16/2011	NVS1	C/P	150.00
ACL	C/P	155.00	04/16/2011	NVS1	C/P	155.00
ACL	C/P	160.00	04/16/2011	NVS1	C/P	160.00
ACL	C/P	165.00	04/16/2011	NVS1	C/P	165.00
ACL	C/P	170.00	04/16/2011	NVS1	C/P	170.00
ACL	C/P	175.00	04/16/2011	NVS1	C/P	175.00
ACL	C/P	180.00	04/16/2011	NVS1	C/P	180.00
ACL	C/P	185.00	04/16/2011	NVS1	C/P	185.00
ACL	C/P	190.00	04/16/2011	NVS1	C/P	190.00
ACL	C/P	195.00	04/16/2011	NVS1	C/P	195.00
ACL	C/P	200.00	04/16/2011	NVS1	C/P	200.00
ACL	C/P	130.00	05/21/2011	NVS1	C/P	130.00
ACL	C/P	135.00	05/21/2011	NVS1	C/P	135.00
ACL	C/P	140.00	05/21/2011	NVS1	C/P	140.00
ACL	C/P	145.00	05/21/2011	NVS1	C/P	145.00
ACL	C/P	150.00	05/21/2011	NVS1	C/P	150.00
ACL	C/P	155.00	05/21/2011	NVS1	C/P	155.00
ACL	C/P	160.00	05/21/2011	NVS1	C/P	160.00
ACL	C/P	165.00	05/21/2011	NVS1	C/P	165.00
ACL	C/P	170.00	05/21/2011	NVS1	C/P	170.00
ACL	C/P	175.00	05/21/2011	NVS1	C/P	175.00

Old Option Symbol	Old PutCall Code	Old Strike Price	Old Contract Date	New Option Symbol	New PutCall Code	New Strike Price
ACL	C/P	180.00	05/21/2011	NVS1	C/P	180.00
ACL	C/P	185.00	05/21/2011	NVS1	C/P	185.00
ACL	C/P	190.00	05/21/2011	NVS1	C/P	190.00
ACL	C/P	195.00	05/21/2011	NVS1	C/P	195.00
ACL	C/P	200.00	05/21/2011	NVS1	C/P	200.00
ACL	C/P	125.00	08/20/2011	NVS1	C/P	125.00
ACL	C/P	130.00	08/20/2011	NVS1	C/P	130.00
ACL	C/P	135.00	08/20/2011	NVS1	C/P	135.00
ACL	C/P	140.00	08/20/2011	NVS1	C/P	140.00
ACL	C/P	145.00	08/20/2011	NVS1	C/P	145.00
ACL	C/P	150.00	08/20/2011	NVS1	C/P	150.00
ACL	C/P	155.00	08/20/2011	NVS1	C/P	155.00
ACL	C/P	160.00	08/20/2011	NVS1	C/P	160.00
ACL	C/P	165.00	08/20/2011	NVS1	C/P	165.00
ACL	C/P	170.00	08/20/2011	NVS1	C/P	170.00
ACL	C/P	175.00	08/20/2011	NVS1	C/P	175.00
ACL	C/P	180.00	08/20/2011	NVS1	C/P	180.00
ACL	C/P	185.00	08/20/2011	NVS1	C/P	185.00
ACL	C/P	190.00	08/20/2011	NVS1	C/P	190.00
ACL	C/P	195.00	08/20/2011	NVS1	C/P	195.00
ACL	C/P	130.00	11/19/2011	NVS1	C/P	130.00
ACL	C/P	135.00	11/19/2011	NVS1	C/P	135.00
ACL	C/P	140.00	11/19/2011	NVS1	C/P	140.00
ACL	C/P	145.00	11/19/2011	NVS1	C/P	145.00
ACL	C/P	150.00	11/19/2011	NVS1	C/P	150.00
ACL	C/P	155.00	11/19/2011	NVS1	C/P	155.00
ACL	C/P	160.00	11/19/2011	NVS1	C/P	160.00
ACL	C/P	165.00	11/19/2011	NVS1	C/P	165.00
ACL	C/P	170.00	11/19/2011	NVS1	C/P	170.00
ACL	C/P	175.00	11/19/2011	NVS1	C/P	175.00
ACL	C/P	180.00	11/19/2011	NVS1	C/P	180.00
ACL	C/P	185.00	11/19/2011	NVS1	C/P	185.00
ACL	C/P	190.00	11/19/2011	NVS1	C/P	190.00
ACL	C/P	195.00	11/19/2011	NVS1	C/P	195.00
ACL	C/P	200.00	11/19/2011	NVS1	C/P	200.00
ACL	C/P	75.00	01/21/2012	NVS1	C/P	75.00
ACL	C/P	80.00	01/21/2012	NVS1	C/P	80.00
ACL	C/P	85.00	01/21/2012	NVS1	C/P	85.00
ACL	C/P	90.00	01/21/2012	NVS1	C/P	90.00
ACL	C/P	100.00	01/21/2012	NVS1	C/P	100.00
ACL	C/P	110.00	01/21/2012	NVS1	C/P	110.00
ACL	C/P	120.00	01/21/2012	NVS1	C/P	120.00
ACL	C/P	130.00	01/21/2012	NVS1	C/P	130.00
ACL	C/P	140.00	01/21/2012	NVS1	C/P	140.00
ACL	C/P	150.00	01/21/2012	NVS1	C/P	150.00

Old Option Symbol	Old PutCall Code	Old Strike Price	Old Contract Date	New Option Symbol	New PutCall Code	New S
ACL	C/P	160.00	01/21/2012	NVS1	C/P	160.00
ACL	C/P	170.00	01/21/2012	NVS1	C/P	170.00
ACL	C/P	180.00	01/21/2012	NVS1	C/P	180.00
ACL	C/P	190.00	01/21/2012	NVS1	C/P	190.00
ACL	C/P	200.00	01/21/2012	NVS1	C/P	200.00
ACL	C/P	210.00	01/21/2012	NVS1	C/P	210.00
ACL	C/P	140.00	01/19/2013	NVS1	C/P	140.00
ACL	C/P	145.00	01/19/2013	NVS1	C/P	145.00
ACL	C/P	150.00	01/19/2013	NVS1	C/P	150.00
ACL	C/P	155.00	01/19/2013	NVS1	C/P	155.00
ACL	C/P	160.00	01/19/2013	NVS1	C/P	160.00
ACL	C/P	165.00	01/19/2013	NVS1	C/P	165.00
ACL	C/P	170.00	01/19/2013	NVS1	C/P	170.00
ACL	C/P	175.00	01/19/2013	NVS1	C/P	175.00
ACL	C/P	180.00	01/19/2013	NVS1	C/P	180.00
ACL	C/P	185.00	01/19/2013	NVS1	C/P	185.00
ACL	C/P	190.00	01/19/2013	NVS1	C/P	190.00
ACL	C/P	195.00	01/19/2013	NVS1	C/P	195.00
ACL	C/P	200.00	01/19/2013	NVS1	C/P	200.00
ACL	C/P	210.00	01/19/2013	NVS1	C/P	210.00

Questions regarding this memo can be addressed to the BOX Market Operations Center at 1-866-768-8845.