

Merger

April 30, 2014

Exchange/Memo ID: 203331

ONN / OCC ID: 34544



KKR FINANCIAL HOLDINGS LLC - CONTRACT ADJUSTMENT

DESCRIPTION:

On April 30, 2014, Shareholders of KKR Financial Holdings LLC (KFN) voted concerning the proposed merger with KKR & Co. L.P. (KKR). The merger was approved and subsequently consummated on April 30, 2014. As a result, each existing KFN Common Share will be converted into the right to receive 0.51 KKR Common Units.

Pending Contract Adjustments:

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

Adjustment Date:	05/01/2014
Option Symbol:	KFN becomes KKR1
Underlying Security:	KFN becomes KKR1
CUSIP:	48248M102
Contract Multiplier:	1
Strike Divisor:	1
New Multiplier:	100
Strike Price:	Remains the Same
New Deliverable:	51 KKR & Co. L.P. (KKR) Common Units

On Wednesday, April 30, 2014, immediately after the BOX close, all resting orders for KFN in the order book will be canceled by the BOX Market Operations Center. If a BOX Participant wishes to enter orders for the new KKR1 series, the BOX Participant will need to reenter the orders before the open on Thursday, May 1st, 2014.

Pricing Considerations: The underlying price for KKR1 will be determined as follows:

KKR1 = 0.51 (KKR)

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
KFN	C/P	4.00	05/17/2014	KKR1	C/P	4.00	05/17/2014
KFN	C/P	5.00	05/17/2014	KKR1	C/P	5.00	05/17/2014
KFN	C/P	6.00	05/17/2014	KKR1	C/P	6.00	05/17/2014
KFN	C/P	7.00	05/17/2014	KKR1	C/P	7.00	05/17/2014
KFN	C/P	8.00	05/17/2014	KKR1	C/P	8.00	05/17/2014
KFN	C/P	9.00	05/17/2014	KKR1	C/P	9.00	05/17/2014
KFN	C/P	10.00	05/17/2014	KKR1	C/P	10.00	05/17/2014
KFN	C/P	11.00	05/17/2014	KKR1	C/P	11.00	05/17/2014
KFN	C/P	12.00	05/17/2014	KKR1	C/P	12.00	05/17/2014
KFN	C/P	13.00	05/17/2014	KKR1	C/P	13.00	05/17/2014
KFN	C/P	14.00	05/17/2014	KKR1	C/P	14.00	05/17/2014
KFN	C/P	15.00	05/17/2014	KKR1	C/P	15.00	05/17/2014
KFN	C/P	16.00	05/17/2014	KKR1	C/P	16.00	05/17/2014
KFN	C/P	17.00	05/17/2014	KKR1	C/P	17.00	05/17/2014
KFN	C/P	18.00	05/17/2014	KKR1	C/P	18.00	05/17/2014
KFN	C/P	19.00	05/17/2014	KKR1	C/P	19.00	05/17/2014
KFN	C/P	20.00	05/17/2014	KKR1	C/P	20.00	05/17/2014
KFN	C/P	4.00	06/21/2014	KKR1	C/P	4.00	06/21/2014
KFN	C/P	5.00	06/21/2014	KKR1	C/P	5.00	06/21/2014
KFN	C/P	6.00	06/21/2014	KKR1	C/P	6.00	06/21/2014
KFN	C/P	7.00	06/21/2014	KKR1	C/P	7.00	06/21/2014
KFN	C/P	8.00	06/21/2014	KKR1	C/P	8.00	06/21/2014
KFN	C/P	9.00	06/21/2014	KKR1	C/P	9.00	06/21/2014
KFN	C/P	10.00	06/21/2014	KKR1	C/P	10.00	06/21/2014
KFN	C/P	11.00	06/21/2014	KKR1	C/P	11.00	06/21/2014
KFN	C/P	12.00	06/21/2014	KKR1	C/P	12.00	06/21/2014
KFN	C/P	13.00	06/21/2014	KKR1	C/P	13.00	06/21/2014
KFN	C/P	14.00	06/21/2014	KKR1	C/P	14.00	06/21/2014
KFN	C/P	15.00	06/21/2014	KKR1	C/P	15.00	06/21/2014
KFN	C/P	16.00	06/21/2014	KKR1	C/P	16.00	06/21/2014
KFN	C/P	17.00	06/21/2014	KKR1	C/P	17.00	06/21/2014
KFN	C/P	18.00	06/21/2014	KKR1	C/P	18.00	06/21/2014
KFN	C/P	19.00	06/21/2014	KKR1	C/P	19.00	06/21/2014
KFN	C/P	20.00	06/21/2014	KKR1	C/P	20.00	06/21/2014
KFN	C/P	2.00	07/19/2014	KKR1	C/P	2.00	07/19/2014
KFN	C/P	3.00	07/19/2014	KKR1	C/P	3.00	07/19/2014
KFN	C/P	4.00	07/19/2014	KKR1	C/P	4.00	07/19/2014
KFN	C/P	5.00	07/19/2014	KKR1	C/P	5.00	07/19/2014
KFN	C/P	6.00	07/19/2014	KKR1	C/P	6.00	07/19/2014
KFN	C/P	7.00	07/19/2014	KKR1	C/P	7.00	07/19/2014
KFN	C/P	8.00	07/19/2014	KKR1	C/P	8.00	07/19/2014
KFN	C/P	9.00	07/19/2014	KKR1	C/P	9.00	07/19/2014
KFN	C/P	10.00	07/19/2014	KKR1	C/P	10.00	07/19/2014
KFN	C/P	11.00	07/19/2014	KKR1	C/P	11.00	07/19/2014
KFN	C/P	12.00	07/19/2014	KKR1	C/P	12.00	07/19/2014

Old Option Symbol	Old PutCall Code	Old Strike Price	Old Contract Date	New Option Symbol	New PutCall Code	New Strike Price	New Contract Date
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KFN	C/P	14.00	07/19/2014	KKR1	C/P	14.00	07/19/2014
KFN	C/P	15.00	07/19/2014	KKR1	C/P	15.00	07/19/2014
KFN	C/P	16.00	07/19/2014	KKR1	C/P	16.00	07/19/2014
KFN	C/P	17.00	07/19/2014	KKR1	C/P	17.00	07/19/2014
KFN	C/P	18.00	07/19/2014	KKR1	C/P	18.00	07/19/2014
KFN	C/P	19.00	07/19/2014	KKR1	C/P	19.00	07/19/2014
KFN	C/P	4.00	10/18/2014	KKR1	C/P	4.00	10/18/2014
KFN	C/P	5.00	10/18/2014	KKR1	C/P	5.00	10/18/2014
KFN	C/P	6.00	10/18/2014	KKR1	C/P	6.00	10/18/2014
KFN	C/P	7.00	10/18/2014	KKR1	C/P	7.00	10/18/2014
KFN	C/P	8.00	10/18/2014	KKR1	C/P	8.00	10/18/2014
KFN	C/P	9.00	10/18/2014	KKR1	C/P	9.00	10/18/2014
KFN	C/P	10.00	10/18/2014	KKR1	C/P	10.00	10/18/2014
KFN	C/P	11.00	10/18/2014	KKR1	C/P	11.00	10/18/2014
KFN	C/P	12.00	10/18/2014	KKR1	C/P	12.00	10/18/2014
KFN	C/P	13.00	10/18/2014	KKR1	C/P	13.00	10/18/2014
KFN	C/P	14.00	10/18/2014	KKR1	C/P	14.00	10/18/2014
KFN	C/P	15.00	10/18/2014	KKR1	C/P	15.00	10/18/2014
KFN	C/P	16.00	10/18/2014	KKR1	C/P	16.00	10/18/2014
KFN	C/P	17.00	10/18/2014	KKR1	C/P	17.00	10/18/2014
KFN	C/P	18.00	10/18/2014	KKR1	C/P	18.00	10/18/2014
KFN	C/P	19.00	10/18/2014	KKR1	C/P	19.00	10/18/2014
KFN	C/P	20.00	10/18/2014	KKR1	C/P	20.00	10/18/2014

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.