

Stock Split

October 17, 2014

Exchange/Memo ID: 203435

ONN / OCC ID: 35412



ADJUSTED NEWCASTLE INVESTMENT CORP. - FURTHER ADJUSTMENT *** UPDATE ***

Ex - Distribution Date: 10/20/2014

DESCRIPTION:

Adjusted Newcastle Investment Corp. (NCT1) options were adjusted on May 16, 2013, on February 14, 2014, and again on August 19, 2014. The new deliverable became 1) 33 Newcastle Investment Corp. (NCT) Common Shares, 2) 100 New Residential Investment Corp. (NRZ) Common Shares, 3) 7 New Media Investment Group Inc. (NEWM) Common Shares, and 4) \$7.11 Cash (See OCC Information Memo #35179).

New Residential Investment Corp (NRZ) has announced a 1-for-2 reverse stock split which will become effective after the market close on October 17, 2014.

Adjusted NCT1 options must be further adjusted to reflect the reverse stock split as described below.

Contract Adjustments:

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

Adjustment Date: **10/20/14**

Option Symbol: NCT1 remains NCT1

Underlying Security: NCT1 remains NCT1

CUSIP: 64704V106, 64828T201, 65105M504

Contract Multiplier: 1

Strike Divisor: 1

New Multiplier: 100

Strike Price:: **Remains the Same**

New Deliverable: \$7.11 Cash
7 New Media Investment Group Inc. (NEWM) Common Shares
50 (New) New Residential Investment Corp. (NRZ) Common Shares
33 Newcastle Investment Corp. (NCT) Common Shares

On Friday, October 17, 2014 immediately after the BOX close, all resting orders for NCT1 in the order book will be canceled by the BOX Market Operations Center. If a BOX Participant wishes to enter orders for the new NCT1 series, the BOX Participant will need to reenter the orders before the open on Monday, October 20, 2014.

Pricing Considerations: The underlying price for NCT1 will be determined as follows:

$$NCT1 = 0.33 (NCT) + 0.50 (NRZ) + 0.07 (NEWM) + 0.0711$$

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
NCT1	C/P	2.50	01/17/2015	NCT1	C/P	2.50	01/17/2015
NCT1	C/P	5.00	01/17/2015	NCT1	C/P	5.00	01/17/2015
NCT1	C/P	7.50	01/17/2015	NCT1	C/P	7.50	01/17/2015
NCT1	C/P	10.00	01/17/2015	NCT1	C/P	10.00	01/17/2015
NCT1	C/P	12.50	01/17/2015	NCT1	C/P	12.50	01/17/2015

NCT1	C/P	15.00	01/17/2015	NCT1	C/P	15.00	01/17/2015
NCT1	C/P	17.50	01/17/2015	NCT1	C/P	17.50	01/17/2015

10/17/14 2:54 PM

Page 1 of 2

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.