X-pand into the Future

e u r e x *circular 060/00*

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Recipients: All Eurex members and vendors
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⚠ **Action Required**

Change to the Capital Structure of Philips N.V.

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Content may be most important for:	**Attachments:** None
➲ All departments	

At the Extraordinary General Meeting on 29 May, 2000, the shareholders of Royal Philips Electronics N.V. voted to change the capital structure of the company. Details of the changes are as follows:

1. Reduction of the number of issued shares by 3%
2. Dividend distribution at the rate of EUR 1.26 per share

The definition of the amount of the dividend was made on 18 April, 2000 on the basis of the closing price on that day (EUR 42.05). On the basis of that closing price, the reduction of 3% of the number of shares corresponds to the defined amount of EUR 1.26.

In a Press Release on 29 May 2000 Philips announced that the changes would take effect after close of trading on 28 July, 2000. This means that shares in Philips-cum will be quoted for the last time on 28 July 2000.

The theoretical price of Philips-ex will be calculated on the basis of the closing price on that day, as follows:

The closing price of Philips-cum minus dividend (EUR 1.26) multiplied by the split ratio (100/97).

The calculation of the R-Factor will be made by dividing the price of Philips-ex by the price of Philips-cum.

The contract size and exercise prices will be adjusted using the R-Factor.

The final figures will be published on the Eurex Newsboard (screen D050) and the Market Supervision window immediately after close of trading on 28 July, 2000.

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