

## Corporate Action Information- corrected

**Issue Date:** 4 October 2023  
**Effective Date:** 4 October 2023  
**Contact:** Derivatives Trading Operations, Tel. +49-69-211-1 12 10

Corporate Action	Demerger / Name change
<b>Company</b>	<b>Novartis</b>
<b>ISIN</b>	<b>CH0012005267</b>
Rules & Regulations	Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland, section(s) 1.6.7 (8), 1.13.8 (9), 1.26.11 (7), 1.27.8 (8), 2.6.10.1 (8)
Options contracts on stocks	NOVN, NOVE, NORB
Futures contracts on stocks	NOVG, NOV P
Equity Total Return Future	
Stock Tracking Future	
Futures contracts on dividends of stocks	N3OV

The company Novartis has announced on 18 August 2023 a spinoff of its Generics and Biosimilars business as an independent company under the name Sandoz Group. Shareholders of Novartis shall be entitled to receive for every 5 Novartis-shares 1 shares of the new company.

More information about this transaction is available on the company`s website.

The spinoff will result in an adjustment of the above-mentioned contracts.

## Procedure

### Basket Method

- As of the effective day the current underlying will be replaced by a Basket, containing one Novartis share and 0.2 Sandoz Group shares
- As of the effective day the Novartis-Alcon Basket underlying will be replaced by a Basket containing one Novartis share and 0.2 Alcon Inc and 0.2 Sandoz Group shares
- ISIN of Novartis share: CH0012005267 (remains unchanged)
- ISIN of Alcon Inc share: CH0432492467 (remains unchanged)
- ISIN of Sandoz Group AG share: - CH1243598427

### Options

- As of the effective date, the ISIN of the underlying instrument will be changed into a new Basket ISIN and the product code, ISIN and the name of the current Novartis option(s) will be adjusted as follows:

Product code old	Product code new	Product-ISIN - old	Product-ISIN - new	Underlying-ISIN old	Underlying-ISIN new	Name old	Name new
NOVN	NOSB	CH0012005267	DE000A3EVDT4	CH0012005267	DE000A3EVDT4	Novartis AG	Novartis-Sandoz Basket
NOVE	NOSE	DE000A1MAJW6	<b>DE000A3EVDU2</b>	CH0012005267	DE000A3EVDT4	Novartis AG	Novartis-Sandoz Basket
NORB	NORB	DE000A2X1TP1	DE000A2X1TP1	DE000A2X1TP1	DE000A2X1TP1	Novartis-Alcon Basket	Novartis-Alcon-Sandoz Basket

- As of the effective day the Novartis -option reflects a basket containing one Novartis -share and 0,2 Sandoz Group -shares. The value or closing price, respectively, of the underlying of the basket option will be determined daily in the following way:

**(1.00 x price or closing price, respectively, of the Novartis share at SWX exchange) plus (0,2 x price of closing price, respectively, of the Sandoz Group share at SWX exchange).**

- The strike prices and contract size remain unchanged.
- Upon exercise of the NOSB basket option, for one contract a basket containing 100 Novartis shares and 20 Sandoz Group shares have to be delivered against payment of the equivalent of contract size (100) x strike price.
- Upon exercise of the NORB basket option, for one contract a basket containing 100 Novartis shares and 20 Sandoz Group and 20 Inc Alcon shares have to be delivered against payment of the equivalent of contract size (100) x strike price.
- All existing orders and quotes will be deleted after close of trading on the last cum trading day.
- As of the effective date no more new series will be introduced.
- As soon as there are no more series with open positions trading will be discontinued.

- The adjustment also refers to existing positions in TES flexible options. As of the effective date no new positions can be opened via the TES Flex-functionality.
- After the demerger has taken place, a new Novartis option will be set up in Eurex Exchange's T7 with standard contract size and the existing product code. Details will be published in a separate Eurex circular.

## Futures

- For the contract to be settled in cash, the adjustment will be made via the daily settlement price. For the daily and the final settlement price, the reference price will be determined in the following way:

**(1.00 x price or closing price, respectively, of the Novartis share at SWX exchange) plus (0.2 x price of closing price, respectively, of the Sandoz Group share at SWX exchange).**

- All outstanding orders and quotes will be deleted after close of trading on the last cum trading day.
- No new maturities will be introduced in the adjusted futures.
- The adjustment also refers to existing positions in TES flexible futures. As of the effective date no new positions can be opened via the TES Flex-functionality.
- As of the effective date, the ISIN of the underlying instrument will be changed into the new Basket ISIN and the contract name will be adjusted as follows:

Product code old/new	Product-ISIN new/old	Underlying ISIN old	Underlying-ISIN new	Name old	Name new
NOVG	DE000A2X16G1	CH0012005267	DE000A3EVDV4	Novartis AG	Novartis-Sandoz Basket
NOVP	DE000A2YZJC8	CH0012005267	DE000A3EVDV4	Novartis AG	Novartis-Sandoz Basket
N3OV	DE000A2X16H9	XC000A1HTZP8	<b>DE000A3EVDV0</b>	Novartis AG	Novartis-Sandoz Basket

- A new single stock futures contract on Novartis -share will be introduced with standard contract size and new product code. Furthermore, a new futures contract on dividends of Novartis share with standard contract size and new product code will be introduced.
- The exact introduction date and details will be published via a circular.
- As soon as there are no more contract months with open interest in the adjusted contract, trading in this contract will be discontinued.

**If there is no open interest on the last cum trading day after close of trading in the original contract, no adjustment will be made and no new contract will be introduced.**