



THE OPTIONS CLEARING CORPORATION

#26632

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DATE: NOVEMBER 19, 2009

SUBJECT: BUZ OPTIONS - EXPIRATION PRICING CONSIDERATIONS

BUZ (Adjusted Brasil Telecom Participacoes S.A. Options (underlying symbol "BRP")) will be subject to special pricing considerations in expiration processing November 21, 2009. The pricing considerations are due to the 'when-issued' trading in BTM and BTM.C and to the cash in lieu amount included in the option deliverable of BUZ as indicated below. These options will continue to be subject to normal exercise based on customary exercise thresholds in OCC's Ex-by-Ex processing.

MEMBERS SHOULD ADVISE THEIR CUSTOMERS TO TAKE THE FOLLOWING CONSIDERATIONS INTO ACCOUNT IN DECIDING TO EXERCISE, OR NOT TO EXERCISE, THESE OPTIONS.

BUZ

BUZ options are adjusted Brasil Telecom Participacoes S.A. ("BRP") options, adjusted November 17, 2009, (see OCC Information [Memo #26615](#)). The deliverable of BUZ options is:

NEW DELIVERABLE

PER CONTRACT:

- 1) 151 Brasil Telecom S.A. ("BTM") American Depositary Shares, subject to delayed settlement
- 2) Cash in lieu of .6028 fractional BTM Shares*
- 3) 86 (New) Brasil Telecom S.A. ("BTM.C") American Depositary Shares, subject to delayed settlement
- 4) Cash in lieu of .0033 fractional BTM.C Shares*

As of November 19, 2009, the BTM Exchange Agent has not determined the BTM price to be used to determine cash in lieu of fractional shares.

For purposes of calculating a BUZ price for use in expiration processing, OCC will use the following formula:

$$\text{BUZ} = 1.516028 (\text{BTM WI}) + .860033 (\text{BTM.C WI})$$

For example, if BTM closes at 31 and BTM.C closes at 17, the BUZ price would be:

$$\text{BUZ} = 1.516028 (31) + 0.860033 (17) = 61.62$$

This formula includes an estimate for the value of the cash in lieu amount for .6028 BTM and .0033 BTM.C based on the current market value of BTM and BTM.C and not the actual cash in lieu amount applicable in the distribution.

CATEGORY: EXPIRATION
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For questions regarding this memo, call 1-888-OPTIONS or email options@theooc.com.