

POSITION LIMIT CIRCULAR PL14-022

DATE: May 1, 2014

TO: Permit Holders

RE: KKR Financial Holdings, LLC. ("KFN") Merger COMPLETED with KKR & Co. L.P. ("KKR")

Effective Date: Wednesday, April 30, 2014.

As a result of the above merger, KKR Financial Holdings, LLC. option symbol of KFN changed to KKR1, effective Wednesday, April 30, 2014.

The Exchange has established that the position and exercise limits following this merger will be any combination of KKR and KKR1 option contracts on the same side of the market not to exceed 500,000 contracts (50,000,000 shares) through October 18, 2014.

Following the October 18, 2014 expiration the position and exercise limits will revert to the standard limit of 250,000 contracts (25,000,000 shares) of KKR1.

Please be reminded that on Thursday, May 1, 2014, each adjusted KKR Financial Holdings, LLC. contract will require the receipt or delivery of 51 common units of KKR. Please refer to Research Circular #RS14-224.

For additional information, please contact Shirley Ward at (312) 786-7322 in the Department of Market Regulation.