EXECUTE SUCCESS℠

CBOE Research Circular #RS12-644

Date: December 3, 2012

To: Permit Holders
From: Scott Speer
RE: Pacific Capital Bancorp ("PCBC"):
Merger Completed -- Cash Settlement

On March 9, 2012, SB Acquisition Company LLC, which holds a majority of Pacific Capital Bancorp ("PCBC") outstanding common stock, consented to the merger agreement between Pacific Capital Bancorp and Pebble Merger Sub Inc., a wholly owned subsidiary of UnionBanCal Corporation. The merger was consummated on December 1, 2012. As a result, each existing PCBC Common Share will be converted into the right to receive $46.00 net cash per share.

Contract Adjustment

Pursuant to Article VI, Section 11 and 11A of The Options Clearing Corporation's By-Laws, all outstanding PCBC options as of Monday, December 3, 2012, will be adjusted to require, upon exercise, the per-contract delivery or receipt of **$4,600.00 in cash.** Strike prices will remain the same, and the option symbol will remain **PCBC**. [Any FLEX series that may exist will be adjusted in a similar manner to the standardized option.]

Please be aware that trading in the adjusted PCBC options will be suspended as of Monday, December 3, 2012. There are no restrictions on the exercise of the adjusted PCBC options.

Acceleration of Expirations

Pursuant to OCC Rule 807, equity stock option contracts whose deliverables are adjusted to call for cash-only delivery will be subject to an acceleration of the expiration dates for outstanding option series.

All series of of Pacific Capital Bancorp options whose expiration dates are after December 22, 2012 will have their expiration dates advanced to Saturday, December 22, 2012. Expiration dates occurring before December 22, 2012 (e.g., Flex options) will remain unchanged.

Questions regarding this memo can be addressed to Options Industry Services at 1-888-OPTIONS (1-888-678-4667). CBOE contract adjustment memos can also be accessed from CBOE.com at the following web address:

http://www.cboe.com/ContractAdjustments