EXECUTE SUCCESS℠

CBOE Research Circular #RS12-715

Date: December 13, 2012

To: Permit Holders
From: Scott Speer
RE: Altisource Portfolio Solutions S.A. ("ASPS")
Distribution of Shares of
Altisource Residential Corporation Class B ("RESI") and
Altisource Asset Management Corporation ("AAMC")
Ex-Distribution Date: December 14, 2012

Altisource Portfolio Solutions S.A. ("ASPS") has announced a distribution of shares of Altisource Residential Corporation Class B ("RESI") Common Stock and shares of (B) Altisource Asset Management Corporation ("AAMC") Common Stock. The distribution ratios will be **0.3333** share of Common Stock of Altisource Residential Corporation Class B and **0.1** share of Common Stock of Altisource Asset Management Corporation for each one (1) share of Altisource Portfolio Solutions S.A. Common Stock held of record December 17, 2012. The mail date for the distributions will be December 21, 2012. **The ex-date for the distribution will be Friday, December 14, 2012.**

Altisource Residential Corporation Class B Common Shares began trading on a when issued basis on the New York Stock Exchange (NYSE) on December 13, 2012 under the trading symbol RESI WI.

Altisource Asset Management Corporation Common Shares began trading on a when issued basis on an OTC Market on December 13, 2012 under the trading symbol AAMCV.

On December 21, 2012, the "when issued" trading for the Residential Shares and AAMC Shares is scheduled to end and "regular-way" trading is scheduled to begin on December 24, 2012 under the ticker symbols "RESI" and "AAMC," respectively.

Contract Adjustment

Pursuant to Article VI, Section 11 and 11A of OCC's By-Laws, all ASPS options outstanding as of Friday, December 14, 2012, shall be adjusted to require the per-contract delivery or receipt of: **(A) 100 shares of Altisource Portfolio Solutions S.A. Class B ("ASPS"); plus (B) 33 shares of Altisource Residential Corporation Class B ("RESI") Common Stock; plus (C) 10 shares of Altisource Asset Management Corporation ("AAMC"); plus (D) cash in lieu of 0.3333 fractional share of RESI Common Stock.** The ASPS option symbol will change to **ASPS1**. Premiums and strike-price amounts for the adjusted ASPS1 options will continue to be calculated on the basis of a multiplier of 100, *i.e.,* for premium and strike-price extensions, 1.00 will equal $100. Strike prices will remain the same. [Any FLEX series that may exist will be adjusted in a similar manner to the standardized option.]

Adjusted Option Symbols

On Friday, December 14, 2012, trading in ASPS series will be on an adjusted basis. At 8:30 A.M., Chicago time, an opening rotation will be effected with the following adjustments:

EXISTING SERIES					ADJUSTED SERIES*			
ASPS	55.00	2012-12-22	C/P	=>	ASPS1	55.00	2012-12-22	C/P
ASPS	60.00	2012-12-22	C/P	=>	ASPS1	60.00	2012-12-22	C/P
ASPS	65.00	2012-12-22	C/P	=>	ASPS1	65.00	2012-12-22	C/P
ASPS	70.00	2012-12-22	C/P	=>	ASPS1	70.00	2012-12-22	C/P
ASPS	75.00	2012-12-22	C/P	=>	ASPS1	75.00	2012-12-22	C/P
ASPS	80.00	2012-12-22	C/P	=>	ASPS1	80.00	2012-12-22	C/P
ASPS	85.00	2012-12-22	C/P	=>	ASPS1	85.00	2012-12-22	C/P
ASPS	90.00	2012-12-22	C/P	=>	ASPS1	90.00	2012-12-22	C/P
ASPS	95.00	2012-12-22	C/P	=>	ASPS1	95.00	2012-12-22	C/P
ASPS	100.00	2012-12-22	C/P	=>	ASPS1	100.00	2012-12-22	C/P
ASPS	105.00	2012-12-22	C/P	=>	ASPS1	105.00	2012-12-22	C/P
ASPS	110.00	2012-12-22	C/P	=>	ASPS1	110.00	2012-12-22	C/P
ASPS	115.00	2012-12-22	C/P	=>	ASPS1	115.00	2012-12-22	C/P
ASPS	120.00	2012-12-22	C/P	=>	ASPS1	120.00	2012-12-22	C/P
ASPS	125.00	2012-12-22	C/P	=>	ASPS1	125.00	2012-12-22	C/P
ASPS	130.00	2012-12-22	C/P	=>	ASPS1	130.00	2012-12-22	C/P
ASPS	135.00	2012-12-22	C/P	=>	ASPS1	135.00	2012-12-22	C/P
ASPS	140.00	2012-12-22	C/P	=>	ASPS1	140.00	2012-12-22	C/P
ASPS	145.00	2012-12-22	C/P	=>	ASPS1	145.00	2012-12-22	C/P
ASPS	150.00	2012-12-22	C/P	=>	ASPS1	150.00	2012-12-22	C/P
ASPS	155.00	2012-12-22	C/P	=>	ASPS1	155.00	2012-12-22	C/P
ASPS	160.00	2012-12-22	C/P	=>	ASPS1	160.00	2012-12-22	C/P
ASPS	165.00	2012-12-22	C/P	=>	ASPS1	165.00	2012-12-22	C/P
ASPS	170.00	2012-12-22	C/P	=>	ASPS1	170.00	2012-12-22	C/P
ASPS	175.00	2012-12-22	C/P	=>	ASPS1	175.00	2012-12-22	C/P
ASPS	30.00	2013-01-19	C/P	=>	ASPS1	30.00	2013-01-19	C/P
ASPS	35.00	2013-01-19	C/P	=>	ASPS1	35.00	2013-01-19	C/P
ASPS	40.00	2013-01-19	C/P	=>	ASPS1	40.00	2013-01-19	C/P
ASPS	45.00	2013-01-19	C/P	=>	ASPS1	45.00	2013-01-19	C/P
ASPS	50.00	2013-01-19	C/P	=>	ASPS1	50.00	2013-01-19	C/P
ASPS	55.00	2013-01-19	C/P	=>	ASPS1	55.00	2013-01-19	C/P
ASPS	60.00	2013-01-19	C/P	=>	ASPS1	60.00	2013-01-19	C/P
ASPS	65.00	2013-01-19	C/P	=>	ASPS1	65.00	2013-01-19	C/P
ASPS	70.00	2013-01-19	C/P	=>	ASPS1	70.00	2013-01-19	C/P
ASPS	75.00	2013-01-19	C/P	=>	ASPS1	75.00	2013-01-19	C/P
ASPS	80.00	2013-01-19	C/P	=>	ASPS1	80.00	2013-01-19	C/P
ASPS	85.00	2013-01-19	C/P	=>	ASPS1	85.00	2013-01-19	C/P
ASPS	90.00	2013-01-19	C/P	=>	ASPS1	90.00	2013-01-19	C/P
ASPS	95.00	2013-01-19	C/P	=>	ASPS1	95.00	2013-01-19	C/P
ASPS	100.00	2013-01-19	C/P	=>	ASPS1	100.00	2013-01-19	C/P
ASPS	105.00	2013-01-19	C/P	=>	ASPS1	105.00	2013-01-19	C/P
ASPS	110.00	2013-01-19	C/P	=>	ASPS1	110.00	2013-01-19	C/P
ASPS	115.00	2013-01-19	C/P	=>	ASPS1	115.00	2013-01-19	C/P
ASPS	120.00	2013-01-19	C/P	=>	ASPS1	120.00	2013-01-19	C/P

EXISTING SERIES					ADJUSTED SERIES*			
ASPS	125.00	2013-01-19	C/P	=>	ASPS1	125.00	2013-01-19	C/P
ASPS	130.00	2013-01-19	C/P	=>	ASPS1	130.00	2013-01-19	C/P
ASPS	135.00	2013-01-19	C/P	=>	ASPS1	135.00	2013-01-19	C/P
ASPS	140.00	2013-01-19	C/P	=>	ASPS1	140.00	2013-01-19	C/P
ASPS	145.00	2013-01-19	C/P	=>	ASPS1	145.00	2013-01-19	C/P
ASPS	150.00	2013-01-19	C/P	=>	ASPS1	150.00	2013-01-19	C/P
ASPS	155.00	2013-01-19	C/P	=>	ASPS1	155.00	2013-01-19	C/P
ASPS	160.00	2013-01-19	C/P	=>	ASPS1	160.00	2013-01-19	C/P
ASPS	165.00	2013-01-19	C/P	=>	ASPS1	165.00	2013-01-19	C/P
ASPS	170.00	2013-01-19	C/P	=>	ASPS1	170.00	2013-01-19	C/P
ASPS	175.00	2013-01-19	C/P	=>	ASPS1	175.00	2013-01-19	C/P
ASPS	180.00	2013-01-19	C/P	=>	ASPS1	180.00	2013-01-19	C/P
ASPS	45.00	2013-04-20	C/P	=>	ASPS1	45.00	2013-04-20	C/P
ASPS	50.00	2013-04-20	C/P	=>	ASPS1	50.00	2013-04-20	C/P
ASPS	55.00	2013-04-20	C/P	=>	ASPS1	55.00	2013-04-20	C/P
ASPS	60.00	2013-04-20	C/P	=>	ASPS1	60.00	2013-04-20	C/P
ASPS	65.00	2013-04-20	C/P	=>	ASPS1	65.00	2013-04-20	C/P
ASPS	70.00	2013-04-20	C/P	=>	ASPS1	70.00	2013-04-20	C/P
ASPS	75.00	2013-04-20	C/P	=>	ASPS1	75.00	2013-04-20	C/P
ASPS	80.00	2013-04-20	C/P	=>	ASPS1	80.00	2013-04-20	C/P
ASPS	85.00	2013-04-20	C/P	=>	ASPS1	85.00	2013-04-20	C/P
ASPS	90.00	2013-04-20	C/P	=>	ASPS1	90.00	2013-04-20	C/P
ASPS	95.00	2013-04-20	C/P	=>	ASPS1	95.00	2013-04-20	C/P
ASPS	100.00	2013-04-20	C/P	=>	ASPS1	100.00	2013-04-20	C/P
ASPS	105.00	2013-04-20	C/P	=>	ASPS1	105.00	2013-04-20	C/P
ASPS	110.00	2013-04-20	C/P	=>	ASPS1	110.00	2013-04-20	C/P
ASPS	115.00	2013-04-20	C/P	=>	ASPS1	115.00	2013-04-20	C/P
ASPS	120.00	2013-04-20	C/P	=>	ASPS1	120.00	2013-04-20	C/P
ASPS	125.00	2013-04-20	C/P	=>	ASPS1	125.00	2013-04-20	C/P
ASPS	130.00	2013-04-20	C/P	=>	ASPS1	130.00	2013-04-20	C/P
ASPS	135.00	2013-04-20	C/P	=>	ASPS1	135.00	2013-04-20	C/P
ASPS	140.00	2013-04-20	C/P	=>	ASPS1	140.00	2013-04-20	C/P
ASPS	145.00	2013-04-20	C/P	=>	ASPS1	145.00	2013-04-20	C/P
ASPS	150.00	2013-04-20	C/P	=>	ASPS1	150.00	2013-04-20	C/P
ASPS	155.00	2013-04-20	C/P	=>	ASPS1	155.00	2013-04-20	C/P
ASPS	160.00	2013-04-20	C/P	=>	ASPS1	160.00	2013-04-20	C/P
ASPS	165.00	2013-04-20	C/P	=>	ASPS1	165.00	2013-04-20	C/P
ASPS	170.00	2013-04-20	C/P	=>	ASPS1	170.00	2013-04-20	C/P
ASPS	175.00	2013-04-20	C/P	=>	ASPS1	175.00	2013-04-20	C/P
ASPS	180.00	2013-04-20	C/P	=>	ASPS1	180.00	2013-04-20	C/P
ASPS	55.00	2013-07-20	C/P	=>	ASPS1	55.00	2013-07-20	C/P
ASPS	60.00	2013-07-20	C/P	=>	ASPS1	60.00	2013-07-20	C/P
ASPS	65.00	2013-07-20	C/P	=>	ASPS1	65.00	2013-07-20	C/P
ASPS	70.00	2013-07-20	C/P	=>	ASPS1	70.00	2013-07-20	C/P
ASPS	75.00	2013-07-20	C/P	=>	ASPS1	75.00	2013-07-20	C/P

EXISTING SERIES					ADJUSTED SERIES*			
ASPS	80.00	2013-07-20	C/P	=>	ASPS1	80.00	2013-07-20	C/P
ASPS	85.00	2013-07-20	C/P	=>	ASPS1	85.00	2013-07-20	C/P
ASPS	90.00	2013-07-20	C/P	=>	ASPS1	90.00	2013-07-20	C/P
ASPS	95.00	2013-07-20	C/P	=>	ASPS1	95.00	2013-07-20	C/P
ASPS	100.00	2013-07-20	C/P	=>	ASPS1	100.00	2013-07-20	C/P
ASPS	105.00	2013-07-20	C/P	=>	ASPS1	105.00	2013-07-20	C/P
ASPS	110.00	2013-07-20	C/P	=>	ASPS1	110.00	2013-07-20	C/P
ASPS	115.00	2013-07-20	C/P	=>	ASPS1	115.00	2013-07-20	C/P
ASPS	120.00	2013-07-20	C/P	=>	ASPS1	120.00	2013-07-20	C/P
ASPS	125.00	2013-07-20	C/P	=>	ASPS1	125.00	2013-07-20	C/P
ASPS	130.00	2013-07-20	C/P	=>	ASPS1	130.00	2013-07-20	C/P
ASPS	135.00	2013-07-20	C/P	=>	ASPS1	135.00	2013-07-20	C/P
ASPS	140.00	2013-07-20	C/P	=>	ASPS1	140.00	2013-07-20	C/P
ASPS	145.00	2013-07-20	C/P	=>	ASPS1	145.00	2013-07-20	C/P
ASPS	150.00	2013-07-20	C/P	=>	ASPS1	150.00	2013-07-20	C/P
ASPS	155.00	2013-07-20	C/P	=>	ASPS1	155.00	2013-07-20	C/P

***Any additional ASPS series that are added prior to the ex-date will also be adjusted in the manner described above.**

New Unadjusted Series

To facilitate the maintenance of a fair and orderly market Altisource Portfolio Solutions S.A. options, new ASPS series with a contract unit of 100 shares will be introduced on Monday, December 17, 2012. The ASPS series will be added for January, February, April, and July expirations at exercise prices nearest the money.

Settlement Procedures

The ASPS, RESI and AAMC components of the ASPS deliverables will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash portion of the ASPS deliverable until the cash in lieu of fractional RESI Shares is determined. Upon determination of the cash in lieu amount, OCC will require Put exercisers and Call assignees to deliver the appropriate cash amount.

GTC Order Conversion

Thursday, December 13, 2012, immediately after the CBOE close, the system will convert or cancel all resting orders in the ASPS order book. If your firm has requested, all booked orders (phone, wire, and electronic) and all ORS orders residing outside the book (booth or crowd routed) will be converted reflecting the adjustments. If your firm has requested, all booked orders and ORS orders residing outside of the book will be canceled. If your firm receives CXL drops, the CXL confirms will print at your booth at 3:15 p.m. ORS CXLs will also be transmitted electronically to your branches.

A report will be available at the Help Desk listing the orders that are converted or canceled. If converted, this list will also show how the new orders will be adjusted. This report will be available on request anytime during the day prior to the night of the adjustment.

Order Entry After Adjustment

In entering orders, it is essential for member firms to identify trades in old (adjusted) series with the option symbol ASPS1; trades in the new (unadjusted) Altisource Portfolio Solutions S.A. series must have the standard option symbol ASPS. Brokers should make certain that customers entering closing transactions describe the option series with the correct symbol. Negligence in this matter could lead customers to establish new positions in unadjusted series rather than closing out existing positions in adjusted series.

Position and Exercise Limits

The CBOE Department of Market Regulation has determined that: "The position and exercise limits following this distribution will remain the same".

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