EXECUTE SUCCESS℠

CBOE Research Circular #RS13-579

Date: October 25, 2013

To: Permit Holders
From: Scott Speer
RE: Boise Inc. ("BZ"):
Merger Completed -- Cash Settlement

The NYSE has informed the CBOE that effective for October 25, 2013, a Merger has been completed between Boise Inc. ("BZ") and Bee Acquisition Corporation, a wholly-owned subsidiary of Packaging Corporation of America ("PKG"). According to the terms of the Merger, each outstanding Share of BZ Common Stock was converted into the right to receive **$12.55 cash**, without interest, per BZ share. Please be aware that Boise Inc. had been the subject of a tender offer by [Bee Acquisition Corporation to purchase all outstanding Shares of BZ Common Stock at $12.55 per BZ Share, net to the seller in cash, which expired on October 24, 2013 (see CBOE Research Circular #RS13-540, dated October 2, 2013, for more information).

Contract Adjustment

Pursuant to Article VI, Section 11 and 11A of The Options Clearing Corporation's By-Laws, all outstanding BZ options as of Monday, October 28, 2013, will be adjusted to require, upon exercise, the per-contract delivery or receipt of **$1,255.00 in cash.** Strike prices will remain the same, and the option symbol will remain **BZ**. [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 BZ options will be suspended as of Monday, October 28, 2013. There are no restrictions on the exercise of the adjusted BZ 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 Boise Inc. options whose expiration dates are after November 16, 2013 will have their expiration dates advanced to Saturday, November 16, 2013. Expiration dates occurring before November 16, 2013 (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