CBOE EXECUTE SUCCESS℠

CBOE Research Circular #RS14-091

Date: February 18, 2014

To: Permit Holders
From: Scott Speer
RE: CAMAC Energy Inc. ("CAK")
143.48% Common Stock Dividend
Ex-Distribution Date: February 24, 2014

CAMAC Energy Inc. ("CAK") has announced a **143.48%** common stock dividend to shareholders of record February 13, 2014; payable February 21, 2014. **The ex-date for the common stock dividend is Monday, February 24, 2014.**

Contract Adjustment

Pursuant to OCC rules (Article VI, Section 11 and 11A), all CAK options outstanding as of Monday, February 24, 2014 shall be adjusted to reflect this 143.48% common stock dividend to require the per-contract delivery or receipt of the following: **(A) 243 shares of CAMAC Energy Inc. ("CAK") Common Stock; plus (B) cash in lieu of 0.48 fractional share of CAK Common Stock.** The CAK option symbol will change to **CAK1**. Premiums and strike-price amounts for the adjusted CAK1 options will continue to be calculated on the basis of a multiplier of 100, *i.e.,* for premium and strike-price extensions, 1 point of premium or strike price 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 Exercise Prices

On Monday, February 24, 2014, the ex-distribution date, trading in CAK 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*			
CAK	2.50	2014-03-22	C/P	=>	CAK1	2.50	2014-03-22	C/P
CAK	5.00	2014-03-22	C/P	=>	CAK1	5.00	2014-03-22	C/P
CAK	7.50	2014-03-22	C/P	=>	CAK1	7.50	2014-03-22	C/P
CAK	2.50	2014-05-17	C/P	=>	CAK1	2.50	2014-05-17	C/P
CAK	5.00	2014-05-17	C/P	=>	CAK1	5.00	2014-05-17	C/P
CAK	2.50	2014-08-16	C/P	=>	CAK1	2.50	2014-08-16	C/P
CAK	5.00	2014-08-16	C/P	=>	CAK1	5.00	2014-08-16	C/P

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

Settlement

The OCC will delay settlement of CAK1 exercise and assignment activity until the determination of the cash-in-lieu amount for the 0.48 fractional share of CAK common stock.

New Unadjusted Series

To facilitate the maintenance of a fair and orderly market CAMAC Energy Inc. options, new CAK series with a contract unit of 100 shares will be introduced on Tuesday, February 25, 2014. The CAK series will be added for March, April, May, and August expirations at exercise prices nearest the money.

GTC Order Conversion

On Friday, February 21, 2014, immediately after the CBOE close, the system will convert or cancel all resting orders in the CAK 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.

Position and Exercise Limits

The CBOE Department of Market Regulation has determined that: "The position and exercise limits following this CAK dividend will be any combination of CAK1 and CAK option contracts on the same side of the market not to exceed 18,261,000 shares of the underlying security through August 16, 2014. Following the August 16, 2014 expiration, the position and exercise limits will revert to the standard limit of 75,000 contracts (7,500,000 shares) of CAK."

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