EXECUTE SUCCESS℠

CBOE Research Circular #RS14-099

Date: February 20, 2014

To: Permit Holders
From: Scott Speer
RE: Dover Corporation ("DOV")
Distribution of Shares of
Knowles Corporation ("KN")
Ex-Distribution Date: March 3, 2014

Dover Corporation ("DOV") has announced a distribution of shares of Knowles Corporation Common Stock. The distribution ratio will be **one (1)** share of Knowles Corporation ("KN") Common Stock for every **two (2)** shares of Dover Corporation ("DOV") Common Stock held of record February 19, 2014. The mail date for the distribution will be February 28, 2014. Knowles Corporation was admitted to "when issued" trading under the symbol KN WI on the New York Stock Exchange ("NYSE") on February 14, 2014. Beginning on February 14, 2014 through February 28, 2014, Dover Corporation will be trading on the NYSE on a "regular way" basis under the symbol DOV, and on an "ex-distribution"-"when issued" basis under the symbol DOV WI. Knowles Corporation "when issued" trading and Dover Corporation "ex-distribution"-"when issued" trading will be suspended as of the opening on March 3, 2014. **The ex-date for the distribution will be Monday, March 3, 2014.**

Contract Adjustment

Pursuant to Article VI, Section 11 and 11A of OCC's By-Laws, all DOV options outstanding as of Monday, March 3, 2014, shall be adjusted to require the per-contract delivery or receipt of the following: **(A) 100 shares of Dover Corporation ("DOV") Common Stock; plus (B) 50 shares of Knowles Corporation ("KN") Common Stock.** The DOV option symbol will change to **DOV1**. Premiums and strike-price amounts for the adjusted DOV1 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 Monday, March 3, 2014, trading in DOV 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*			
DOV	55.00	2014-03-22	C/P	=>	DOV1	55.00	2014-03-22	C/P
DOV	60.00	2014-03-22	C/P	=>	DOV1	60.00	2014-03-22	C/P
DOV	65.00	2014-03-22	C/P	=>	DOV1	65.00	2014-03-22	C/P
DOV	70.00	2014-03-22	C/P	=>	DOV1	70.00	2014-03-22	C/P
DOV	75.00	2014-03-22	C/P	=>	DOV1	75.00	2014-03-22	C/P
DOV	80.00	2014-03-22	C/P	=>	DOV1	80.00	2014-03-22	C/P
DOV	85.00	2014-03-22	C/P	=>	DOV1	85.00	2014-03-22	C/P
DOV	90.00	2014-03-22	C/P	=>	DOV1	90.00	2014-03-22	C/P
DOV	95.00	2014-03-22	C/P	=>	DOV1	95.00	2014-03-22	C/P

EXISTING SERIES					ADJUSTED SERIES*			
DOV	100.00	2014-03-22	C/P	=>	DOV1	100.00	2014-03-22	C/P
DOV	105.00	2014-03-22	C/P	=>	DOV1	105.00	2014-03-22	C/P
DOV	110.00	2014-03-22	C/P	=>	DOV1	110.00	2014-03-22	C/P
DOV	115.00	2014-03-22	C/P	=>	DOV1	115.00	2014-03-22	C/P
DOV	55.00	2014-06-21	C/P	=>	DOV1	55.00	2014-06-21	C/P
DOV	60.00	2014-06-21	C/P	=>	DOV1	60.00	2014-06-21	C/P
DOV	65.00	2014-06-21	C/P	=>	DOV1	65.00	2014-06-21	C/P
DOV	70.00	2014-06-21	C/P	=>	DOV1	70.00	2014-06-21	C/P
DOV	75.00	2014-06-21	C/P	=>	DOV1	75.00	2014-06-21	C/P
DOV	80.00	2014-06-21	C/P	=>	DOV1	80.00	2014-06-21	C/P
DOV	85.00	2014-06-21	C/P	=>	DOV1	85.00	2014-06-21	C/P
DOV	90.00	2014-06-21	C/P	=>	DOV1	90.00	2014-06-21	C/P
DOV	95.00	2014-06-21	C/P	=>	DOV1	95.00	2014-06-21	C/P
DOV	100.00	2014-06-21	C/P	=>	DOV1	100.00	2014-06-21	C/P
DOV	105.00	2014-06-21	C/P	=>	DOV1	105.00	2014-06-21	C/P
DOV	110.00	2014-06-21	C/P	=>	DOV1	110.00	2014-06-21	C/P
DOV	115.00	2014-06-21	C/P	=>	DOV1	115.00	2014-06-21	C/P
DOV	65.00	2014-09-20	C/P	=>	DOV1	65.00	2014-09-20	C/P
DOV	70.00	2014-09-20	C/P	=>	DOV1	70.00	2014-09-20	C/P
DOV	75.00	2014-09-20	C/P	=>	DOV1	75.00	2014-09-20	C/P
DOV	80.00	2014-09-20	C/P	=>	DOV1	80.00	2014-09-20	C/P
DOV	85.00	2014-09-20	C/P	=>	DOV1	85.00	2014-09-20	C/P
DOV	90.00	2014-09-20	C/P	=>	DOV1	90.00	2014-09-20	C/P
DOV	95.00	2014-09-20	C/P	=>	DOV1	95.00	2014-09-20	C/P
DOV	100.00	2014-09-20	C/P	=>	DOV1	100.00	2014-09-20	C/P
DOV	105.00	2014-09-20	C/P	=>	DOV1	105.00	2014-09-20	C/P
DOV	110.00	2014-09-20	C/P	=>	DOV1	110.00	2014-09-20	C/P
DOV	115.00	2014-09-20	C/P	=>	DOV1	115.00	2014-09-20	C/P
DOV	120.00	2014-09-20	C/P	=>	DOV1	120.00	2014-09-20	C/P
DOV	125.00	2014-09-20	C/P	=>	DOV1	125.00	2014-09-20	C/P

***Any additional DOV series that are added prior to the ex-date (*e.g.,* the April series) will also be adjusted in the manner described above.**

New Unadjusted Series

To facilitate the maintenance of a fair and orderly market in Dover Corporation options, new DOV series with a contract unit of 100 shares will be introduced on Tuesday, March 4, 2014. The DOV series will be added for March, April, June, and September expirations at exercise prices nearest the money.

Settlement Procedures

The OCC will delay settlement of DOV1 exercise and assignment activity until the end of "when issued" trading in Knowles Corporation

GTC Order Conversion

On Friday, February 28, 2014, immediately after the CBOE close, the system will convert or cancel all resting orders in the DOV 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 adjustment. 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 DOV1; trades in the new (unadjusted) Dover Corporation series must have the standard option symbol DOV. 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 stock 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