



EXECUTE SUCCESSSM

CBOE Research Circular #RS14-422

Date: August 6, 2014

To: Permit Holders

From: Scott Speer

RE: Overseas Shipholding Group, Inc. ("OSGIQ")
Contract Adjustment Resulting From Plan of Reorganization

The Overseas Shipholding Group, Inc. Joint Plan of Reorganization ("Plan") filed under Chapter 11 of the Bankruptcy Code became effective on August 5, 2014. Pursuant to the Plan, all outstanding Overseas Shipholding Group, Inc. ("OSGIQ") Common Shares are cancelled. OSGIQ shareholders of record as of June 6, 2014 ("Record Date") received a non-transferrable subscription right which entitled its holder, if eligible, to purchase Class A securities of the reorganized company, as described in the Plan. OSGIQ shareholders who did not exercise the non-transferrable right will receive one share of new Class B securities of Overseas Shipholding Group, Inc. for each OSGIQ share.

It is anticipated that the new Class B securities of Overseas Shipholding Group, Inc. will be transferrable and listed for trading. Consequently, OSGIQ options will be adjusted to no longer call for the delivery of Overseas Shipholding Group Inc. Common Shares upon exercise, and it is anticipated that OSGIQ options will instead call for the delivery of new Class B securities of the reorganized company. **The new Overseas Shipholding Group, Inc. Class B securities are currently not listed for trading. The OSGIQ deliverable will remain subject to delayed settlement until further information is available on the Class B securities.**

NOTE: On June 4, 2014, OSGIQ Common Shares were halted from trading on an OTC market and no transfers of old Overseas Shipholding Group, Inc. Equity Interests were permitted from and after the Record Date. **As a result, OSGIQ options have been subject to delayed settlement since June 6, 2014. OSGIQ options will remain subject to delayed settlement until the adjusted deliverable for OSGIQ options is confirmed.**

Anticipated Contract Adjustments

Pursuant to Article VI, Section 11 and 11A, of OCC's By-Laws, all outstanding OSGIQ options shall be adjusted as follows. **On Wednesday, August 6, 2014, each adjusted Overseas Shipholding Group, Inc. contract will require the receipt or delivery of: 100 new Class B securities of Overseas Shipholding Group Inc.** Premiums for the adjusted Overseas Shipholding Group, Inc. 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. The Overseas Shipholding Group, Inc. option symbol will remain the same. [Any FLEX series that may exist will be adjusted in a similar manner to the standardized option.]

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>