

CBOE Research Circular #RS17-293

Date: May 18, 2017

To: Permit Holders

From: Scott Speer

RE: Sibanye Gold Limited ("SBGL")
Rights Distribution
Ex-Rights: May 19, 2017

Sibanye Gold Limited ("SBGL") has announced a distribution of transferable Rights to SBGL Shareholders of record April 7, 2017. The distribution will be made at a rate of 1.285714 Rights for each one (1) share of American Depositary share (ADS) of SBGL. Fractional rights will not be issued, and ADS right entitlements will be reduced to the next smaller whole number of ADS rights. One (1) right entitles the holder to purchase one (1) new ADS of Sibanye Gold Limited per whole Right at an exercise price of \$3.48 cash (\$3.43 subscription price per ADS plus the Depositary fee of \$0.05) per ADS. The Rights will expire at 5:00 pm New York City Time, on Tuesday, June 6, 2017, unless extended. The SBGL ADSs will be quoted "ex-rights" on Friday, May 19, 2017.

Sibanye Gold Limited Rights began trading when-issued on the New York Stock Exchange on May 18, 2017, under the symbol "SBGL RT WI". The SBGL Rights will begin trading regular way on May 25, 2017, under the symbol "SBGL RT".

THE FOREGOING IS AN UNOFFICIAL SUMMARY OF THE TERMS OF THE SBGL RIGHTS DISTRIBUTION, PREPARED BY CBOE FOR THE CONVENIENCE OF ITS PERMIT HOLDERS. CBOE ACCEPTS NO RESPONSIBILITY FOR THE ACCURACY OR COMPLETENESS OF THIS SUMMARY. PERMIT HOLDERS SHOULD REFER TO THE SIBANYE GOLD LIMITED SUPPLEMENT TO PROSPECTUS DATED APRIL 17, 2017 FOR AN AUTHORITATIVE DESCRIPTION OF THE RIGHTS DISTRIBUTION AND ALL OF ITS TERMS AND CONDITIONS.

Contract Adjustment

Pursuant to Article VI, Section 11 and 11A of OCC's By-Laws, a panel of OCC's Securities Committee has determined to adjust all SBGL options outstanding as of **Friday, May 19, 2017**, to require the per-contract delivery or receipt of the following: **(A) 100 ADSs of Sibanye Gold Limited ("SBGL"); plus (B) 128 Rights ("SBGL RT").** Strike prices will remain the same. Premiums for the adjusted SBGL options will continue to be calculated on the basis of a contract multiplier of 100, *i.e.*, for premium and strike extensions, 1.00 will equal \$100. The option symbol shall change to **SBGL1**. [Any FLEX series that may exist will be adjusted in a similar manner to the standardized option.]

Please be aware that after the SBGL Rights expire, the Rights will then be null and void, and the SBGL1 contract deliverable will revert back to requiring the per-contract delivery or receipt of 100 ADSs of SBGL.

New Unadjusted Series

To facilitate the maintenance of a fair and orderly market Sibanye Gold Limited options, new SBGL series with a contract unit of 100 shares will be introduced on Monday, May 22, 2017. The SBGL series will be added for June, July, October, and January expirations at exercise prices nearest the money.

Delayed Settlement

The SBGL component of the SBGL1 exercise/assignment activity will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the SBGL RT component of the SBGL1 deliverable until the Rights begin trading regular way. Upon commencement of regular way trading, OCC will require Put exercisers and Call assignees to deliver the appropriate number of Rights.

NOTE: The date that the Rights will cease trading is unknown at this time. The Rights are expected to expire on June 6, 2017 at 5:00 p.m. Eastern Time. The SBGL RT component of adjusted option SBGL1 will remain part of the SBGL1 deliverable until the Rights have expired. Once the expiration of the Rights has been confirmed, the SBGL RT component will be removed from the SBGL1 deliverable. This change to the deliverables is expected to be effective on June 7, 2017.

Further Contract Adjustment

When the Rights expire, adjusted SBGL1 options will be further adjusted to no longer call for the delivery of the Rights. **No adjustment will be made to the adjusted contracts to compensate for any in-the-money value the SBGL Rights may have at the time of their expiration.**

Exercise Considerations

The Rights are to be suspended from trading on a date to be determined and are expected to expire on June 6, 2017 at 5:00 p.m. Eastern Time. Call option holders who wish to exercise their adjusted options to obtain the Rights for subsequent exercise, sale or other purposes bear sole responsibility for determining when to exercise their options as well as complying with all terms and conditions of the Rights offering applicable to Rights exercise or delivery.

GTC Order Conversion

On Thursday, May 18, 2017, immediately after the CBOE close, the system will convert or cancel all resting orders in the SBGL order book. If your firm has requested, all booked orders (phone, wire, and electronic) and all OHS orders residing outside the book (booth or crowd routed) will be converted reflecting the adjustments. If your firm has requested, all booked orders and OHS 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. OHS 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.

SPECIAL RISKS

SBGL Call Holders/Put Writers

As a result of the adjustment described above, the Rights will be part of the adjusted SBGL1 options deliverable, but only until the Rights expire, after which time they will be dropped from the deliverable of the option contract. When the Rights expire and are dropped from the deliverable of the option contract, any value the Rights may have had will no longer be associated with the option contract. *As a result, holders of in-the-money calls may be disadvantaged unless they exercise in sufficient time to obtain the Rights. After the Rights expire and are dropped from the deliverable of the option contract, holders of short put positions who are assigned will be required to purchase SBGL stock whose value may have been substantially diminished by the Rights distribution.*



EXECUTE SUCCESSSM

Uncovered Short Obligations

Holders of assigned calls or exercised puts who do not possess the underlying security at the time of assignment or exercise are subject to special risk. Suspension of trading of the underlying security, inability to borrow the security, or similar events may preclude the possibility of effecting timely delivery, thereby exposing persons with an obligation to deliver to liability if timely delivery is not effected.

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>