

## **CORPORATE ACTION INSTRUCTIONS FOR THE BABCOCK & WILCOX COMPANY (BWC) NAME CHANGE AND SPINOFF OF BWX TECHNOLOGIES, INC. (BWXT)**

The Babcock & Wilcox Company (BWC) will separate into two separate companies. Once the spinoff is complete the power generation business will be known as Babcock & Wilcox, Inc. and the company will change its name to BWX Technologies, Inc. The stockholders of the original company on the record date of 06/18/2015 will receive one share of the New Babcock and Wilcox for every two shares held. As of 7/1/2015, BWX Technologies will trade under (BWXT) while the New Babcock and Wilcox will trade under the symbol (BW)



### **Important**

The information provided may be different from that of your custodian, which can affect share and cost basis reconciliation. Your custodian may update position and cost basis information at a later date. As a result, you may see differences in cost basis data between this document and your custodian for a period of time. Contact your custodian for details.



### **Online**

For more information regarding this action, please see:

[The Babcock & Wilcox Company Investor Relations](#)

## **SPIN OFF WIZARD DETAILS**

The table below contains the details you need to enter into the PortfolioCenter® Spin off Wizard.



### **Note**

Unless explicitly stated in the data field, the data for the Conversion Price field is only valid for accounts held at Charles Schwab & Co. Inc.

<b>FIELD NAME</b>	<b>DATA FOR THIS ACTIVITY</b>
Spin off Date	7/1/2015
Security Type	BWC
Parent Company Symbol	Equity
Parent Company Price Per Share	32.80
New Company Security Type	Equity
New Company Symbol	BW
Percent of Cost Allocated	See Note Below

FIELD NAME	DATA FOR THIS ACTIVITY
Allocate Value the Same as Cost Basis	(Unchecked)
New Company Price per Share	19.50
Share Distribution Ratio	0.5
Conversion Price for Cash in Lieu For Fractional Shares	0.00



### Important

Please post all transactions generated by the Spinoff Wizard prior to running the Merger/Exchange Wizard.



### Note

BWX Technologies provided multiple options for cost basis allocation. The following link contains their documentation and examples for the calculation. You may wish to consult with your custodian to determine which allocation percentage to use in the wizard.

[BWXT Provides Tax Basis Allocation Methodology Following Power Generation Spin-Off](#)

## MERGER/EXCHANGE WIZARD DETAILS

The table below contains the details you need to enter into the PortfolioCenter® Merger/Exchange Wizard.



### Note

Unless explicitly stated in the data field, the data for the Conversion Price field is only valid for accounts held at Charles Schwab & Co. Inc.

FIELD NAME	DATA FOR THIS ACTIVITY
Merger/Exchange Date	07/01/2015
Security Type	Equities
Original Company Symbol	BWC
Original Company Price Per Share	23.45
New Company Security Type	Equities
New Company Symbol	BWXT
Share Exchange Ratio	1
Cash Proceeds	Unchecked
Fair Market Value	N/A
Cash Distribution Ratio	N/A

**FIELD NAME****DATA FOR THIS ACTIVITY**

Conversion Price for Cash in Lieu For Fractional Shares

0.00

**Online**

The [Corporate Actions Center](#) provides you with a number of resources about corporate actions you may find useful. For this activity, however, you might find the following documents helpful:

- [Identifying Corporate Action Transactions in Interface Data](#) for tips on finding custodial interface transactions and how to block them so you can make way for using these wizards.
- [Entering a Spin-Off Corporate Action Transaction](#) for step-by-step instructions for using the Spin-Off Wizard in PortfolioCenter.
- [Tips for Handling Cash in Lieu for Fractional Shares](#) for tips and best practices for entering the appropriate transactions to handle cash in lieu for fractional shares.

For institutional audiences only.

© 2015 Schwab Performance Technologies® (“SPT”). All rights reserved

PortfolioCenter® is a product of Schwab Performance Technologies® (“SPT”). SPT is a subsidiary of The Charles Schwab Corporation separate from its affiliate Charles Schwab & Co., Inc. (“CS&Co”). CS&Co is a registered broker-dealer and member [SIPC](#) that provides brokerage services, while SPT licenses software and provides related technology products and services.

The information contained in this document is furnished to users of SPT products as an accommodation and without charge. While efforts have been made to provide accurate information, SPT does not guarantee its accuracy, timeliness or completeness. Nor do we warrant or guarantee any results from your use of or reliance on the information. Your receipt of this information is subject to the [Terms and Conditions](#) of the SPT website at [schwabpt.com/terms.htm](http://schwabpt.com/terms.htm). For definitive information, we urge you to consult the official documents and information available from the issuers of the securities that are the subjects of the transactions described.

This document is not intended to provide tax or legal advice about the transactions described. Users are urged to consult their tax advisors and legal counsel about the tax consequences and their legal rights of the transactions.