



**THE FOUNDATION  
FOR SECURE  
MARKETS**

**#47303**

**DATE: JULY 16, 2020**

**SUBJECT: PTR1 OPTIONS - EXPIRATION PRICING CONSIDERATION**

PTR1 (adjusted Petrochina Company Limited options) will be subject to special pricing consideration in expiration processing on July 17, 2020. The pricing consideration is due to the undetermined cash amount included in the option deliverable of PTR1 as indicated below. These options will continue to be subject to normal exercise based on customary exercise thresholds in OCC's Ex-by-Ex processing.

MEMBERS SHOULD ADVISE THEIR CUSTOMERS TO TAKE THE FOLLOWING CONSIDERATIONS INTO ACCOUNT IN DECIDING TO EXERCISE, OR NOT TO EXERCISE, THESE OPTIONS.

**PTR1**

PTR1 options are adjusted Petrochina Company Limited options, adjusted June 19, 2020, (see OCC Information Memo #47157). The deliverable of PTR1 options is:

**NEW DELIVERABLE**

**PER CONTRACT:** 1) 100 Petrochina Company Limited (PTR) American Depositary Shares  
2) Approximately \$33.33 Cash (100 x \$0.333319), less withholding tax and applicable fees, if any

As of July 16, 2020, the PTR Distribution Agent has not determined the final net dividend amount.

For purposes of calculating a PTR1 price for use in expiration processing, OCC will use the following formula:

$$\text{PTR1} = \text{PTR} + 0.3333$$

For example, if PTR closes at 35.00, the PTR1 price would be:

$$\text{PTR1} = 35.00 + 0.3333 = 35.33$$

This formula includes an estimate for the value of the cash in the deliverable and not the actual final net cash dividend amount applicable in the distribution.

**ALL CLEARING MEMBERS ARE REQUESTED TO IMMEDIATELY ADVISE ALL BRANCH OFFICES AND CORRESPONDENTS ON THE ABOVE.**

For questions regarding this memo, call Investor Services at 1-888-678-4667 or email [investorservices@theocc.com](mailto:investorservices@theocc.com). Clearing Members may contact Member Services at 1-800-544-6091 or, within Canada, at 1-800-424-7320, or email [memberservices@theocc.com](mailto:memberservices@theocc.com).