



DATE: AUGUST 5, 2020

**SUBJECT: ADJUSTED CALLON PETROLEUM COMPANY – FURTHER
ADJUSTMENT
ADJUSTED OPTION SYMBOL: CPE1
DATE: 8/10/20**

Adjusted Callon Petroleum Company (adjusted symbol CPE1) were adjusted on December 23, 2019 (See OCC Information Memo #46234). The new deliverable became 175 Callon Petroleum Company (CPE).

Callon Petroleum Company (CPE) has announced a 1-for-10 reverse stock split. As a result of the reverse stock split, each CPE Common Share will be converted into the right to receive 0.10 (New) Callon Petroleum Company Common Shares. The reverse stock split will become effective before the market open on August 10, 2020. Cash will be paid in lieu of fractional shares.

Adjusted CPE1 options must be further adjusted to reflect the reverse split as described below.

CONTRACT ADJUSTMENT

Effective Date: August 10, 2020

Option Symbol: CPE1 remains CPE1

Contract Multiplier: 1

Strike Divisor: 1

New Multiplier: 100 (e.g., for premium or strike dollar extensions 1.00 will equal \$100)

New Deliverable Per Contract: 1) 17 Callon Petroleum Company (CPE) Common Shares
2) Cash in lieu of 0.5 fractional CPE Shares

CUSIP: CPE (New): 13123X508

PRICING

Until the cash in lieu amount is determined, the underlying price for CPE1 will be determined as follows:

$$\text{CPE1} = 0.175 (\text{CPE})$$

DELAYED SETTLEMENT

OCC will delay settlement of the cash portion of the CPE1 deliverable until the cash in lieu of fractional CPE Shares is determined. Upon determination of the cash in lieu amount, OCC will require Put exercisers and Call assignees to deliver the appropriate cash amount.

DISCLAIMER

This Information Memo provides an unofficial summary of the terms of corporate events affecting listed options or futures prepared for the convenience of market participants. OCC accepts no responsibility for the accuracy or completeness of the summary, particularly for information which may be relevant to investment decisions. Option or futures investors should independently ascertain and evaluate all information concerning this corporate event(s).

The determination to adjust options and the nature of any adjustment is made by OCC pursuant to OCC By-Laws, Article VI, Sections 11 and 11A. The determination to adjust futures and the nature of any adjustment is made by OCC pursuant to OCC By-Laws, Article XII, Sections 3, 4, or 4A, as applicable. For both options and futures, each adjustment decision is made on a case by case basis. Adjustment decisions are based on information available at the time and are subject to change as additional information becomes available or if there are material changes to the terms of the corporate event(s) occasioning the adjustment.

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. Clearing Members may contact Member Services at 1-800-544-6091 or, within Canada, at 1-800-424-7320, or email memberservices@theocc.com.