



**THE FOUNDATION
FOR SECURE
MARKETS**

#47725

DATE: OCTOBER 15, 2020

SUBJECT: HI-CRUSH INC. - CONTRACT ADJUSTMENT/ACCELERATION OF EXPIRATIONS
OPTION SYMBOL: HCRSQ
DATE: 10/15/20

On September 23, 2020, the United States Bankruptcy Court for the Southern District of Texas Houston Division confirmed the Joint Plan of Reorganization (“Plan”) for Hi-Crush Inc. and its Affiliate Debtors (HCRSQ). The Plan became effective on October 9, 2020, and HCRSQ shares were canceled on October 15, 2020.

CONTRACT ADJUSTMENT

Effective October 15, 2020, existing HCRSQ options are adjusted to no longer call for the delivery of Hi-Crush Inc. shares upon exercise.

The option symbol HCRSQ will not change.

In settlement of HCRSQ exercise/assignment activity, a HCRSQ put exerciser (or call assignee) will receive a cash payment of the full aggregate strike price amount on the exercise settlement date. A HCRSQ put assignee (or call exercise) will pay this amount on the exercise settlement date. Settlement will take place through OCC’s cash settlement system on the third business day after exercise.

Since HCRSQ options are American-style, they are exercisable at the election of the holder. Expiration processing for HCRSQ options will take place in the normal fashion, including automatic exercise thresholds.

ACCELERATION OF EXPIRATIONS

Pursuant to OCC Rule 807, equity stock option contracts whose deliverables are adjusted to call for cash-only delivery will be subject to an acceleration of the expiration dates for outstanding option series. (See OCC Information Memo 23707) Additionally, the exercise by exception (ex by ex) threshold for expiring series will be \$.01 in all account types.

All series of Hi-Crush Inc. options whose expiration dates are after 11-20-2020 will have their expiration dates advanced to 11-20-2020. Expiration dates occurring before 11-20-2020 (e.g., Flex options) will remain unchanged.

All Hi-Crush Inc. options will utilize a \$.01 exercise threshold.

Option Symbol: HCRSQ
Existing Expiration: All months
New expiration date: 11-20-2020

Existing American-style Hi-Crush Inc. options remain exercisable at the option of the holder prior to their expiration. Exercised options will continue to settle in two business days.

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.