



**THE FOUNDATION
FOR SECURE
MARKETS**

#47743

DATE: OCTOBER 20, 2020

SUBJECT: CHAPARRAL ENERGY, INC. – CONTRACT ADJUSTMENT
OPTION SYMBOL: CHAPQ
NEW SYMBOL: CHPQ1
DATE: 10/15/20
***** UPDATE *****

On October 1, 2020, the United States Bankruptcy Court for the District of Delaware confirmed the Debtors' Amended Joint Prepackaged Chapter 11 Plan of Reorganization ("Plan") for Chaparral Energy, Inc. (CHAPQ). The plan became effective on October 14, 2020. As a result, all existing CHAPQ shares will be canceled and converted into the right to receive 0.00267355 (New) Series A Warrants, 0.00267357 (New) Series B Warrants and \$0.02611491 Cash. Fractional Warrants of 0.5 or greater will be rounded to the next higher whole number and fractional warrants of less than 0.5 will be rounded to the next lower whole number.

Because fractional share amounts less than 0.5 will be rounded down, CHPQ1 options will not be adjusted to call for delivery of Series A Warrants ($100 \times 0.00267355 = 0.267355$, which rounds down to 0), and Series B Warrants ($100 \times 0.00267357 = 0.267357$, which rounds down to 0).

The pro rata cash portion of the final distribution has been determined to be \$0.02611491 per CHAPQ share.

Note: Expiration dates of CHPQ1 options will not be accelerated under OCC Rule 807.

CONTRACT ADJUSTMENT

DATE: October 15, 2020

NEW DELIVERABLE
PER CONTRACT: **\$2.61 Cash (100 x 0.02611491)**

CHPQ1 options, which have been subject to delayed settlement since October 15, 2020, are no longer subject to delayed settlement, effective October 20, 2020.

Since CHPQ1 options are American-style, they are exercisable at the election of the holder. Expiration processing for CHPQ1 options will take place in the normal fashion, including automatic exercise thresholds.

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.