



**THE FOUNDATION  
FOR SECURE  
MARKETS**

**#47771**

**DATE: OCTOBER 29, 2020**

**SUBJECT: GARRISON CAPITAL INC. - DETERMINATION OF DELIVERABLE  
ADJUSTED OPTION SYMBOL: PTMN1**

Garrison Capital Inc. options were adjusted on October 28, 2020 (See OCC Information Memo #47763). The new deliverable became 1) 100 x a number of Portman Ridge Finance Corporation (PTMN) Common Shares, based on an exchange ratio determined as described in the GARS/PTMN Joint Proxy Statement/Prospectus dated September 1, 2020 ("Proxy"), 2) Cash in lieu of fractional PTMN shares, if any, and 3) 100 x an amount of cash per GARS share as described in the Proxy. Settlement of the PTMN and cash components of PTMN1 options exercise/assignment activity were subject to delayed settlement.

OCC has been informed that the final merger consideration is 1.91693999 PTMN shares plus \$1.50161826 Cash per GARS share held.

OCC has not yet been informed of a price to be used in determining cash in lieu of fractional shares.

Now that the final merger consideration has been determined, OCC will require Put exercisers and Call assignees, during the period of October 28, 2020 through October 29, 2020, to deliver the appropriate PTMN share amount.

Terms of the PTMN1 options are as follows:

New Deliverable Per Contract: 1) 191 Portman Ridge Finance Corporation (PTMN) Common Shares  
2) Cash in lieu of 0.693999 fractional PTMN shares  
3) \$150.16 Cash (\$1.50161826 x 100)

STRIKE PRICES: Unchanged

CUSIP: PTMN: 73688F102

MULTIPLIER: 100 (i.e., a premium of 1.50 yields \$150)

### **DELAYED SETTLEMENT**

The PTMN component of PTMN1 exercise/assignment activity, which was delayed on October 28, 2020, will settle through National Security Clearing Corporation (NSCC). OCC will continue to delay the cash portion of the PTMN1 deliverable until the cash in lieu amount is determined. Upon determination of the cash in lieu amount, OCC will require Put exercisers and Call assignees to deliver the appropriate cash amount.

### **PRICING**

Until the cash in lieu amount is determined, underlying price for PTMN1 options will be determined as follows:

$$\text{PTMN1} = 1.91693999 (\text{PTMN}) + 1.5016$$

For example, if PTMN closes at 1.26, the PTMN1 price would be calculated as follows:

$$\text{PTMN1} = 1.91693999 (1.26) + 1.5016 = 3.92$$

## **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](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).