



DATE: DECEMBER 29, 2020

SUBJECT: CONCHO RESOURCES INC. - ANTICIPATED ADJUSTMENT
OPTION SYMBOLS: CXO/2CXO
NEW SYMBOLS: COP1/2COP1
DATE: ???

Contract Adjustment

DATE: Effective the opening of the business day after the merger is consummated. Contract adjustment is anticipated to occur in the first quarter of 2021.

OPTION SYMBOLS: CXO changes to COP1
2CXO changes to 2COP1

STRIKE DIVISOR: 1

CONTRACTS MULTIPLIER: 1

NEW MULTIPLIER: 100 (e.g., a premium of 1.50 yields \$150; a strike of 55 yields \$5,500.00)

NEW DELIVERABLE PER CONTRACT: 146 ConocoPhillips (COP) Common Shares

CUSIP: COP: 20825C104

PRICING

The underlying price for COP1/2COP1 will be determined as follows:

$$\text{COP1} = 1.46 (\text{COP})$$

BACKGROUND

On January 15, 2021, Shareholders of Concho Resources Inc. (CXO) will vote concerning the proposed merger with ConocoPhillips (COP). If the merger is approved and consummated, each existing CXO Common Share will be converted into the right to receive 1.46 COP Common Shares.

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.