



**DATE: JANUARY 29, 2021**

**SUBJECT: ADJUSTED SL GREEN REALTY CORPORATION - CASH IN LIEU  
SETTLEMENT  
ADJUSTED OPTION SYMBOL: SLG1**

Adjusted SL Green Realty Corporation options were previously adjusted on December 14, 2020 and again on January 21, 2021 (See OCC Information Memos #48185 and #48188). The new deliverable became 1) 99 SL Green Realty Corporation (SLG) Common Shares, 2) Cash in lieu of approximately 0.1080277 fractional post-split SLG shares resulting from the reverse split, and 3) Cash in lieu of approximately 0.917799 fractional pre-split SLG shares resulting from the special distribution. Only settlement of the cash portion of SLG1 options exercise/assignment activity was subject to delayed settlement.

OCC has been informed that a price of \$58.15 per whole SLG share will be used to determine the cash in lieu amount for the special distribution at a rate of 0.917799. Accordingly, the cash in lieu amount is:

$$0.917799 \times 58.15 = \$53.37 \text{ per SLG1 Contract}$$

OCC has been informed that a price of \$60.90 per whole SLG share will be used to determine the cash in lieu amount for the reverse stock split at a rate of 0.1080277. Accordingly, the cash in lieu amount is:

$$0.1080277 \times 60.90 = \$6.58 \text{ per SLG1 Contract}$$

Now that the exact cash in lieu amount has been determined, OCC will require Put exercisers and Call assignees, during the period of December 14, 2020 through January 29, 2021, to deliver the appropriate cash amount.

Terms of the SLG1 options are as follows:

New Deliverable Per Contract: 1) 99 SL Green Realty Corporation (SLG) Common Shares  
2) \$59.95 Cash (\$53.37 + \$6.58)

STRIKE PRICES: Unchanged

CUSIP: SLG: 78440X804

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

### **SETTLEMENT**

The SLG component of SLG1 exercise/assignment activity from December 14, 2020 through January 28, 2021, has settled through National Security Clearing Corporation (NSCC). The \$59.95 cash amount will be settled by OCC.

## **PRICING**

The underlying price for SLG1 options will be determined as follows:

$$\text{SLG1} = 0.99 (\text{SLG}) + 0.5995$$

For example, if SLG closes at 67.25, the SLG1 price would be calculated as follows:

$$\text{SLG1} = 0.99 (67.25) + 0.5995 = 67.18$$

## **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).