



**THE FOUNDATION  
FOR SECURE  
MARKETS**

**#48321**

**Date:** February 19, 2021

**Subject:** Adjusted Gold Resource Corporation - Determination of Trading  
Status/Cash In Lieu Settlement  
Option Symbol: GORO1

Adjusted Gold Resource Corporation options were adjusted on December 24, 2020 (See OCC Information Memo #48053). The new deliverable became 1) 100 Gold Resource Corporation (GORO) Common Shares, 2) 28 Fortitude Gold Corporation Common Shares, and 3) Cash in lieu of approximately 0.5714 fractional FRTT Common Shares. Settlement of the Fortitude Gold Corporation shares component and of the cash portion of GORO1 options exercise/assignment activity was subject to delayed settlement.

On February 18, 2021 Fortitude Gold Corporation started trading on an over-the-counter market under the trading symbol "FRTT". As the trading status has been determined, FRTT shares will no longer be subject to delayed settlement.

OCC has been informed that a price of \$1.75 per whole FRTT share will be used to determine the cash in lieu amount at a rate of 0.5714. Accordingly, the cash in lieu amount is:

$$0.5714 \times \$1.75 = \$1.00 \text{ per GORO1 Contract}$$

Now that the exact cash in lieu amount has been determined, OCC will require Put exercisers and Call assignees, during the period of December 24, 2020 through February 19, 2021, to deliver the appropriate cash amount.

Terms of the GORO1 options are as follows:

**New Deliverable**

**Per Contract:**

- 1) 100 Gold Resource Corporation (GORO) Common Shares
- 2) 28 Fortitude Gold Corporation (FRTT) Common Shares (no longer subject to delayed settlement)
- 3) \$1.00 Cash

**Strike Prices:**

Unchanged

**CUSIPS:**

GORO: 38068T105  
FRTT: 34962K100

**Multiplier:**

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

**Settlement**

The GORO component of GORO1 exercise/assignment activity from December 24, 2020 through February 19, 2021, has settled through National Security Clearing Corporation (NSCC). The FRTT component of GORO1 exercise/assignment activity which was subject to delayed settlement from December 24, 2020 through February 18, 2021, will now settle at NSCC. The \$1.00 cash amount will be settled by OCC.

### **Pricing**

The underlying price for GORO1 will be determined as follows:

$$\text{GORO1} = \text{GORO} + 0.28 (\text{FRTT}) + 0.0100$$

For example, if GORO closes at 2.88, and FRTT closes at 1.75 the GORO1 price would be calculated as follows:

$$\text{GORO1} = 2.88 + 0.28 (1.75) + 0.0100 = 3.38$$

### **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).