



**THE FOUNDATION
FOR SECURE
MARKETS**

#48337

Date: February 22, 2021

Subject: Adjusted ACRES Commercial Realty Corporation – Cash in Lieu
Settlement
Adjusted Option Symbol: ACR1

Adjusted ACRES Commercial Realty Corporation (ACR1) options (formerly Exantas Capital Corporation) were adjusted on February 17, 2021 (See OCC Information Memo #48269). The new deliverable became 1) 33 ACRES Commercial Realty Corporation (ACR) Common Shares, and 2) Cash in lieu of approximately 0.3333 fractional ACR shares. Only settlement of the cash portion of ACR1 options exercise/assignment activity was subject to delayed settlement.

OCC has been informed that a price of \$10.34 per whole ACR share will be used to determine the cash in lieu amount at a rate of 0.3333. Accordingly, the cash in lieu amount is:

$$0.3333 \times \$10.34 = \$3.45 \text{ per ACR1 Contract}$$

Now that the exact cash in lieu amount has been determined, OCC will require Put exercisers and Call assignees, during the period of February 17, 2021 through February 22, 2021, to deliver the appropriate cash amount.

Terms of the ACR1 options are as follows:

New Deliverable

Per Contract: 1) 33 ACRES Commercial Realty Corporation (ACR) Common
Shares
2) \$3.45 Cash

Strike Prices: Unchanged

CUSIP: ACR: 00489Q102

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

Settlement

The ACR component of ACR1 exercise/assignment activity from February 17, 2021 through February 19, 2021, has settled through National Security Clearing Corporation (NSCC). The \$3.45 cash amount will be settled by OCC.

Pricing

The underlying price for ACR1 will be determined as follows:

$$\text{ACR1} = 0.33 (\text{ACR}) + 0.0345$$

For example, if ACR closes at 12.60, the ACR1 price would be calculated as follows:

$$\text{ACR1} = 0.33 (12.60) + 0.0345 = 4.19$$

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.