



Date: June 09, 2021

Subject: Adjusted Companhia Energetica de Minas Gerais-CEMIG –
Determination of Deliverable
Adjusted Option Symbol: CIG1

Adjusted Companhia Energetica de Minas Gerais-CEMIG options were adjusted on May 3, 2021 (See OCC Information Memo #48741). The new deliverable became 1) Approximately 111 Companhia Energetica de Minas Gerais-CEMIG (CIG) American Depositary Shares, and 2) Cash in lieu of approximately 0.496899948 fractional CIG shares, less issuance fee. Settlement of the CIG and cash components of CIG1 options exercise/assignment activity were subject to delayed settlement.

OCC has been informed that the final distribution ratio is 0.1149690113 shares per CIG share held.

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

There is an issuance fee of \$0.05 per CIG ADS. The cash in lieu amount included in the CIG1 deliverable, if any, will be reduced by applicable fees. If the cash in lieu entitlement, if any, per CIG1 contract is less than the applicable fees, then no cash in lieu amount will be associated with the CIG1 option deliverable.

Now that the distribution ratio has been determined, OCC will require Put exercisers and Call assignees, during the period of May 3, 2021 through June 09, 2021, to deliver the appropriate number of CIG shares.

Terms of the CIG1 options are as follows:

**New Deliverable
Per Contract:**

- 1) 111 Companhia Energetica de Minas Gerais-CEMIG (CIG) American Depositary Shares
- 2) Cash in lieu of 0.49690113 fractional CIG shares, less issuance fee

Note: If the cash in lieu entitlement, if any, per CIG1 contract is less than the applicable fees, then no cash in lieu amount will be associated with the CIG1 option deliverable. Once determined the cash in lieu of fractional share portion of the option deliverable remains fixed and does not vary with price changes of any security.

Strike Prices: Unchanged

CUSIP: 204409601

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

Settlement

The CIG component of CIG1 exercise/assignment activity, which was delayed from May 3, 2021 through June 8, 2021, is no longer delayed and will settle through National Security Clearing Corporation (NSCC). OCC will continue to delay the cash portion of the CIG1 deliverable until the cash in lieu amount, if any, 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 CIG1 options will be determined as follows:

$$\text{CIG1} = 1.1149690113 (\text{CIG})$$

For example, if CIG closes at 2.70, the CIG1 price would be calculated as follows:

$$\text{CIG1} = 1.1149690113 (2.70) = 3.01$$

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.