



**THE FOUNDATION  
FOR SECURE  
MARKETS**

**#48863**

**Date:** June 16, 2021

**Subject:** FS KKR Capital Corporation II – Contract Adjustment  
Option Symbol: FSKR  
New Symbol: FSK1  
Date: 06/17/21

**Contract Adjustment**

**Date:** June 17, 2021

**Option Symbol:** FSKR changes to FSK1

**Strike Divisor:** 1

**Contracts Multiplier:** 1

**New Multiplier:** 100 (e.g., a premium of 1.50 yields \$150; a strike of 20 yields \$2,000.00)

**New Deliverable Per Contract:**

- 1) 94 FS KKR Capital Corporation (FSK) Common Shares (subject to delayed settlement)
- 2) Cash in lieu of 0.98 fractional FSK Common Shares, if any (subject to delayed settlement)

Note: 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.

**CUSIP:** FSK: 302635206

**Pricing**

Until the treatment of fractional shares is known, the underlying price for FSK1 will be determined as follows:

$$\text{FSK1} = 0.9498 (\text{FSK})$$

**Delayed Settlement**

OCC will delay settlement of the FSK component and the cash portion of the FSK1 deliverable until treatment of fractional shares is confirmed and the rate is known. Upon determination of the treatment of fractional shares and the cash in lieu amount, if any, OCC will require Put exercisers and Call assignees to deliver the

appropriate number of FSK shares and appropriate cash amount, if any.

### **Background**

On May 21, 2021, Shareholders of FS KKR Capital Corporation II (FSKR) approved the proposed merger with FS KKR Capital Corporation (FSK). The merger was consummated on June 16, 2021. As a result, each existing FSKR Common Share will be converted into the right to receive 0.9498 FSK Common Shares. The treatment of fractional shares is not known at this time.

### **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).