



**THE FOUNDATION
FOR SECURE
MARKETS**

#48946

Date: July 02, 2021

Subject: Hertz Global Holdings, Inc. – Contract Adjustment
Option Symbol: 06/30/2021 – HTZGQ remained HTZGQ
07/01/2021 – HTZGQ became HTZZ1
Date: 06/30/2021
*** Update – Determination of Deliverable ***

On June 10, 2021, United States Bankruptcy Court for the District of Delaware confirmed the Second Modified Third Amended Joint Plan of Reorganization of The Hertz Corporation and its Debtor Affiliates (“Plan”). The plan became effective on June 30, 2021, and all existing HTZGQ shares were cancelled. HTZGQ shareholders are entitled to receive the following:

- 1) \$1.53 Cash;
- 2) a pro rata portion of
 - a. 3% of the total (New) Hertz Global Holdings, Inc. Common Shares, subject to dilution as described in the Plan. Fractional shares greater than one-half will be rounded up to the nearest whole number, and fractions of one-half or less will be rounded down to the nearest whole number.; and
 - b. Hertz Global Holdings, Inc. New Warrants; OR, provided that Eligible HTZGQ Shareholders had the option to elect to receive a pro rata portion of Shareholder Subscription Rights by timely exercise of such Rights as described in the Plan, OR, provided further, that HTZGQ Shareholders who were not eligible to participate in the Rights Offering had the option to elect to prior to the Subscription Rights Expiration Deadline to have their Pro Rata (based on Existing Hertz Parent Interests held by all Holders of Existing Hertz Parent Interests) share of the Shareholder Subscription Rights sold pursuant to the Shareholder Subscription Rights Auction (“Auction”) by submitting such election in accordance with the Rights Offering Procedures, instead of New Warrants, as described in the Plan. Fractional warrants greater than one-half will be rounded up to the nearest whole number, and fractions of one-half or less will be rounded down to the nearest whole number. HTZGQ options were adjusted to include the New Warrants, which is the default for shareholders who did not make an election.

The distribution rates have been confirmed at 0.09044939 (New) Hertz Global Holdings, Inc. (HTZZ) Common Shares and 0.6452782 (HTZZW) New Warrants per HTZGQ share held. Fractional shares and warrants greater than one-half will be rounded up to the nearest whole number, and fractional shares and warrants of one-half or less will be rounded down to the nearest whole number.

Contract Adjustment

Date: June 30, 2021

Option Symbol: 06/30/2021 - HTZGQ remained HTZGQ (with adjusted deliverable described below)
07/01/2021 - HTZGQ changed to HTZZ1

Strike Divisor: 1

Contract Multiplier: 1

New Multiplier: 100 (e.g., a premium of 1.50 yields \$150; a strike of 1 yields \$100.00)

New Deliverable Per Contract:

- 1) \$153.00 Cash (\$1.53 x 100)
- 2) 9 (New) Hertz Global Holdings, Inc. (HTZZ) Common Shares
- 3) 65 Hertz Global Holdings, Inc. (HTZZW) New Warrants

CUSIPs: HTZZ: 42806J700
HTZZW: 42806J148

Settlement Allocation: HTZZ: 20%
HTZZW: 80%

THE ALLOCATION OF THE AGGREGATE STRIKE PRICE AMOUNT IS BEING PROVIDED SOLELY FOR THE PURPOSE OF THE INTERFACE BETWEEN OCC AND THE NATIONAL SECURITIES CLEARING CORPORATION (NSCC), AND IS NOT INTENDED TO BE USED FOR ANY OTHER PURPOSE, TRANSACTION OR CUSTOMER ACCOUNT STATEMENTS.

Pricing

The underlying price for HTZZ1 will be determined as follows:

$$\text{HTZZ1} = 1.53 + 0.09 (\text{HTZZ}) + 0.65 (\text{HTZZW})$$

Settlement

The HTZZ and HTZZW components of the HTZZ1 deliverable, which were subject to delayed settlement from June 30, 2021 through July 1, 2021, will now settle through National Securities Clearing Corporation (NSCC). Now that the final distribution rates have been determined, OCC will require Put exercisers and Call assignees to deliver the appropriate number of shares and warrants. The cash component of the HTZZ1 deliverable will be settled by the OCC.

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@theooc.com. Clearing Members may contact Member Services at 1-800-544-6091 or, within Canada, at 1-800-424-7320, or email memberservices@theooc.com.