



**THE FOUNDATION
FOR SECURE
MARKETS**

#49083

Date: August 03, 2021

Subject: Brookfield Property Partners L.P. – Determination of Deliverable
Adjusted Option Symbol: BAM2

Brookfield Property Partners L.P. options were adjusted on July 27, 2021 (See OCC Information Memo #49038). The new deliverable became 1) Approximately 9 Brookfield Asset Management Inc. (BAM) Common Shares, 2) Cash in lieu of approximately 0.13 fractional BAM shares, 3) Approximately 6 Brookfield Property Preferred Limited Partnership (BPYPM) Units, 4) Cash in lieu of approximately 0.57 BPYPM units, and 5) Approximately \$1,238.00 Cash. Settlement of the BAM, BPYPM, and cash components of BAM2 options exercise/assignment activity were subject to delayed settlement.

OCC has been informed that the final merger consideration is 0.09133631 BAM shares, 0.06572057 BPYPM Units, and \$12.38424741 Cash per BPY unit held.

OCC has not yet been informed of prices to be used in determining cash in lieu of fractional BAM shares and BPYPM units.

Now that the final merger consideration has been determined, OCC will require Put exercisers and Call assignees, during the period of July 27, 2021 through August 03, 2021, to deliver the appropriate number of BAM shares and BPYPM units.

Terms of the BAM2 options are as follows:

New Deliverable

Per Contract:

- 1) 9 Brookfield Asset Management Inc. (BAM) Common Shares
- 2) Cash in lieu of 0.133631 fractional BAM shares
- 3) 6 Brookfield Property Preferred Limited Partnership (BPYPM) Units
- 4) Cash in lieu of 0.572057 BPYPM units
- 5) \$1,238.42 Cash

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.

Settlement

Allocation:

BAM: 95%
BPYPM: 5%

CUSIPS:

BAM: 112585104
BPYPM: G1624R107

Multiplier:

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

Delayed Settlement

The BAM and BPYPM components of BAM2 exercise/assignment activity, which were delayed from July 27, 2021 through August 2, 2021, will settle through National Security Clearing Corporation (NSCC). OCC will continue to delay the cash portion of the BAM2 deliverable until the cash in lieu amounts are determined. Upon determination of the cash in lieu amounts, OCC will require Put exercisers and Call assignees to deliver the appropriate cash amount.

Pricing

Until the cash in lieu amounts are determined, underlying price for BAM2 options will be determined as follows:

$$\text{BAM2} = 0.09133631 (\text{BAM}) + 0.06572057 (\text{BPYPM}) + 12.3842$$

For example, if BAM closes at 54.10 and BPYPM closes at 24.92, the BAM2 prices would be calculated as follows:

$$\text{BAM2} = 0.09133631 (54.10) + 0.06572057 (24.92) + 12.3842 = 18.96$$

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.