



**THE FOUNDATION
FOR SECURE
MARKETS**

#49090

Date: August 04, 2021

Subject: Adjusted Brookfield Asset Management Inc. – Cash In Lieu Settlement
Adjusted Option Symbol: BAM1

Adjusted Brookfield Asset Management Inc. options were adjusted on June 28, 2021 (See OCC Information Memo #48844). The new deliverable became 1) 100 Brookfield Asset Management Inc. (BAM) Class A Limited Voting Shares, 2) Cash in lieu of 0.68965517 fractional BAMR shares. Only settlement of the cash portion of BAM1 options exercise/assignment activity was subject to delayed settlement.

OCC has been informed that a price of \$51.26056 per whole BAMR share will be used to determine the cash in lieu amount. Accordingly, the cash in lieu amount is:

$$0.6896552 \times \$51.26056 = \$35.35 \text{ per BAM1 Contract}$$

Now that the exact cash in lieu amount has been determined, OCC will require Put exercisers and Call assignees, during the period of June 28, 2021 through August 04, 2021, to deliver the appropriate cash amount.

The cash in lieu of fractional share portion of the option deliverable remains fixed and does not vary with price changes of any security.

Terms of the BAM1 options are as follows:

New Deliverable

Per Contract: 1) 100 Brookfield Asset Management Inc. (BAM) Class A Limited Voting Shares
2) \$35.35 Cash

Strike Prices: Unchanged

CUSIP: BAM: 112585104

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

Settlement

The BAM component of BAM1 exercise/assignment activity from June 28, 2021 through August 3, 2021, has settled through National Security Clearing Corporation (NSCC). The \$35.35 cash amount will be settled by OCC.

Pricing

The underlying price for BAM1 will be determined as follows:

$$\text{BAM1} = \text{BAM} + 0.3535$$

For example, if BAM closes at 54.44, the BAM1 price would be calculated as follows:

$$\text{BAM1} = 54.44 + 0.3535 = 54.79$$

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.