



**Date:** August 06, 2021

**Subject:** GE1 Options - Expiration Pricing Consideration

GE1 (adjusted General Electric Company options) will be subject to special pricing consideration in expiration processing on August 6, 2021. The pricing consideration is due to the undetermined cash in lieu of fractional shares amount included in the option deliverable of GE1 as indicated below. These options will continue to be subject to normal exercise based on customary exercise thresholds in OCC's Ex-by-Ex processing.

MEMBERS SHOULD ADVISE THEIR CUSTOMERS TO TAKE THE FOLLOWING CONSIDERATIONS INTO ACCOUNT IN DECIDING TO EXERCISE, OR NOT TO EXERCISE, THESE OPTIONS.

**GE1**

GE1 options are adjusted General Electric Company options, adjusted August 2, 2021 (see OCC Information Memo #48921). The deliverable of GE1 options is:

**NEW DELIVERABLE**

**PER CONTRACT:**

- 1) 12 General Electric Company (GE) Common Shares
- 2) Cash in lieu of 0.5 fractional GE Shares

As of August 6, 2021, the GE Exchange Agent has not determined the price to be used to determine the cash in lieu amount.

For purposes of calculating a GE1 price for use in expiration processing, OCC will use the following formula:

$$\text{GE1} = 0.125 (\text{GE})$$

For example, if GE closes at 103.02, the GE1 price would be:

$$\text{GE1} = 0.125 (103.02) = 12.88$$

This formula includes an estimate for the value of the cash in lieu amount and not the actual amount applicable in the reverse split.

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).