



**Date:** August 13, 2021

**Subject:** BBWI1 Options - Expiration Pricing Consideration

BBWI1 (adjusted Bath & Body Works, Inc. options) will be subject to special pricing consideration in expiration processing on August 13, 2021. The pricing consideration is due to the undetermined cash in lieu of fractional shares amount included in the option deliverable of BBWI1 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.

**BBWI1**

BBWI1 options are adjusted Bath & Body Works, Inc. (formerly L Brands, Inc.) options, adjusted August 3, 2021 (see OCC Information Memo #49044). The deliverable of BBWI1 options is:

**NEW DELIVERABLE**

**PER CONTRACT:**

- 1) 100 Bath & Body Works, Inc. (BBWI) Common Shares
- 2) 33 Victoria's Secret & Co. (VSCO) Common Shares
- 3) Cash in lieu of approximately 0.3333 fractional VSCO Common Shares

As of August 13, 2021, the VSCO Distribution Agent has not determined the price to be used to determine the cash in lieu amount.

For purposes of calculating a BBWI1 price for use in expiration processing, OCC will use the following formula:

$$\text{BBWI1} = \text{BBWI} + 0.333333 (\text{VSCO})$$

For example, if BBWI closes at 62.52 and VSCO closed at 71.46, the BBWI1 price would be:

$$\text{BBWI1} = 62.52 + 0.333333 (71.46) = 86.34$$

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

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).