



**THE FOUNDATION
FOR SECURE
MARKETS**

#49361

Date: October 05, 2021

Subject: Sogou Inc. – Cash Settlement/Acceleration of Expirations
Option Symbol: SOGO
Date: 09/24/21

On September 29, 2020, Sogou Inc. (SOGO) announced that it entered into a definitive Agreement and Plan of Merger with THL A21 Limited, TitanSupernova Limited, and Tencent Mobility Limited, subsidiaries of Tencent Holdings Limited. As TitanSupernova Limited, holds at least 90% of the total voting power in SOGO, the transaction will take place as a short-form merger, which does not require approval of SOGO Shareholders. The merger was subsequently consummated on September 23, 2021. **As a result, each existing SOGO American Depositary Share was converted into the right to receive \$8.93 net cash per share (\$9.00 merger consideration less \$0.05 ADS cancellation fee, less \$0.02 depositary service fee).**

CONTRACT ADJUSTMENT

DATE: September 24, 2021

**NEW DELIVERABLE
PER CONTRACT:** \$893.00 Cash (\$8.93 x 100)

SOGO options, which were delayed from September 24, 2021 through October 4, 2021, are no longer subject to delayed settlement, effective October 5, 2021.

Settlement in SOGO options will take place through OCC's cash settlement system. Settlement will be accomplished by payment of the difference between the extended strike amount and the cash deliverable.

ACCELERATION OF EXPIRATIONS

Pursuant to OCC Rule 807, equity stock option contracts whose deliverables are adjusted to call for cash-only delivery will be subject to an acceleration of the expiration dates for outstanding option series. (See OCC Information Memo 23707) Additionally, the exercise by exception (ex by ex) threshold for expiring series will be \$.01 in all account types.

All series of Sogou Inc. options whose expiration dates are after 10-15-2021 will have their expiration dates advanced to 10-15-2021. Expiration dates occurring before 10-15-2021 (e.g., Flex options) will remain unchanged.

All Sogou Inc. options will utilize a \$.01 exercise threshold.

Option Symbols: SOGO
Existing Expiration: All months
New expiration date: 10-15-2021

Existing American-style Sogou Inc. options remain exercisable at the option of the holder prior to their expiration. Exercised options will continue to settle in two business days.

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.