THE FOUNDATION FOR SECURE MARKETS

#49879

Date: December 30, 2021

Subject: Adjusted SuRo Capital Corporation – Determination of Deliverable
Adjusted Option Symbol: SSSS2

Adjusted SuRo Capital Corporation options were adjusted on August 17, 2021, November 16, 2021, and December 30, 2021 (See OCC Information Memos #49390, #49592, and #49805). The new deliverable became 1) 116 SuRo Capital Corporation (SSSS) Common Shares, 2) An additional number of SSSS Common Shares reflecting the stock dividend received by non-electing SSSS shareholders, expected to be valued at $232.00, 3) Cash in lieu of fractional SSSS shares, if any, 4) An amount of cash equal to the long-term capital gains distribution of $0.75 x the number of shares in the adjusted SSSS2 deliverable (116 SSSS shares described in item 1 plus the additional number of shares described in item 2), and 5) $7.41 Cash. Settlement of the SSSS and cash components of SSSS2 options exercise/assignment activity were subject to delayed settlement.

OCC has been informed that the final distribution rate paid to non-electing shareholders in the distribution is 0.1493651979 SSSS shares per SSSS share held.

OCC has not yet been informed of a price to be used in determining cash in lieu of fractional shares.

Now that the distribution rate has been determined, OCC will require Put exercisers and Call assignees, during the period of November 16, 2021 through December 30, 2021, to deliver the appropriate number of SSSS shares.

Terms of the SSSS2 options are as follows:

New Deliverable Per Contract:
1) 133 SuRo Capital Corporation (SSSS) Common Shares
2) Cash in lieu of 0.3263629564 fractional SSSS shares
3) $107.16 Cash ($7.41 + $99.75 Cash ($0.75 x 133))

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.

Strike Prices: Unchanged

CUSIP: SSSS: 86887Q109

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

Settlement

The SSSS component of SSSS2 exercise/assignment activity, which was delayed from November 16, 2021 through December 29, 2021, will settle through National Security Clearing Corporation (NSCC). OCC will continue to delay the cash portion of the SSSS2 deliverable until the cash in lieu amount is determined. Upon determination of the cash in lieu amount, OCC will require Put exercisers and Call assignees to deliver the appropriate cash amount.

Pricing

Until the cash in lieu amount is determined, underlying price for SSSS2 options will be determined as follows:

SSSS2 = 1.333263629564 (SSSS) + 1.0716

For example, if SSSS closes at 13.00, the SSSS2 prices would be calculated as follows:

SSSS2 = 1.333263629564 (13.00) + 1.0716 = 18.40

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.