



**THE FOUNDATION
FOR SECURE
MARKETS**

#49933

Date: January 19, 2022

Subject: Adjusted SL Green Realty Corporation – Determination of Deliverable
Adjusted Option Symbol: SLG1

Adjusted SL Green Realty Corporation options (adjusted option symbol SLG1) were adjusted on December 14, 2020, January 21, 2021, and December 14, 2021 (see OCC Information Memos #48227 and #49714). The new deliverable became 1) 99 SL Green Realty Corporation (SLG) Common Shares, 2) \$59.95 Cash, 3) An additional number of SLG Common Shares, amount of cash, or combination of both shares and cash, valued at approximately \$241.48 ($\2.4392×99), based on the form of election distributed to non-electing shareholders, and 4) Cash in lieu of fractional SLG shares, if any. Settlement of the SLG and cash components of SLG1 options exercise/assignment activity were subject to delayed settlement.

OCC has been informed that the final distribution ratio paid to non-electing shareholders in the special distribution is 0.03060254 SLG shares per SLG share held.

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

Now that the distribution ratio has been determined, OCC will require Put exercisers and Call assignees, during the period of December 14, 2021 through January 19, 2022, to deliver the appropriate number of SLG shares.

Terms of the SLG1 options are as follows:

New Deliverable

Per Contract:

- 1) 102 SL Green Realty Corporation (SLG) Common Shares
- 2) \$59.95 Cash
- 3) Cash in lieu of 0.029651 fractional SLG shares

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: 78440X804

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

Settlement

The SLG component of SLG1 exercise/assignment activity, which was delayed from December 14, 2021 through January 18, 2022, will settle through National Security Clearing Corporation (NSCC). OCC will continue to delay the cash portion of the SLG1 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 SLG1 options will be determined as follows:

$$\text{SLG1} = 1.02029651 (\text{SLG}) + 0.5995$$

For example, if SLG closes at 79.17, the SLG1 prices would be calculated as follows:

$$\text{SLG1} = 1.02029651 (79.17) + 0.5995 = 81.38$$

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.