



Date: May 04, 2022

Subject: Golden Nugget Online Gaming, Inc. – Contract Adjustment
Option Symbol: GNOG
New Symbol: DKNNG1
Date: 05/05/2022

Contract Adjustment

Date: May 5, 2022

Option Symbol: GNOG changes to DKNNG1

Strike Divisor: 1

Contracts Multiplier: 1

New Multiplier: 100 (e.g., a premium of 1.50 yields \$150; a strike of 10 yields \$1,000.00)

New Deliverable Per Contract:

- 1) 36 (New) DraftKings Inc. (DKNNG) Class A Common Shares
- 2) Cash in lieu of 0.5 fractional DKNNG Class A Common 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.

CUSIP: (New): DKNNG: 26142V105

Pricing

Until the cash in lieu amount is determined, the underlying price for DKNNG1 will be determined as follows:

$$\text{DKNNG1} = 0.365 (\text{DKNNG})$$

Delayed Settlement

The DKNNG component of the DKNNG1 deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash portion of the DKNNG1 deliverable until the cash in lieu of

fractional DKNG shares is determined. Upon determination of the cash in lieu amount, OCC will require Put exercisers and Call assignees to deliver the appropriate cash amount.

Background

Tilman J. Fertitta and LHGN Interest holder, who together, on September 8, 2021, owned shares of GNOG common stock representing approximately 79.9% of the voting power of the issued and outstanding shares of GNOG common stock, have delivered a written consent adopting and, therefore, approving the merger agreement. The delivery of the GNOG Written Consent was sufficient to adopt the merger agreement between Golden Nugget Online Gaming, Inc. and DraftKings Inc. and, therefore, approved the Transactions, including the mergers, on behalf of GNOG stockholders. The merger was subsequently consummated on May 4, 2022. As a result, each existing GNOG Common Share will be converted into the right to receive 0.365 DKNG Class A Common Shares. Cash will be paid in lieu of fractional DKNG shares.

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.