



**Date:** May 19, 2022

**Subject:** SAP1 Options - Expiration Pricing Consideration

SAP1 (adjusted SAP SE options) will be subject to special pricing consideration in expiration processing on May 20, 2022. The pricing consideration is due to the undetermined net cash amount included in the option deliverable of SAP1 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.

**SAP1**

SAP1 options are adjusted SAP SE options, adjusted May 19, 2022 (see OCC Information Memo #50317). The deliverable of SAP1 options is:

**NEW DELIVERABLE**

**PER CONTRACT:**

- 1) 100 SAP SE (SAP) American Depositary Shares
- 2) Approximately \$36.97 Cash (\$54.285 less an anticipated 26.375% withholding tax and any applicable fees)

As of May 19, 2022, the SAP Distribution Agent has not determined the final net dividend amount.

For purposes of calculating an SAP1 price for use in expiration processing, OCC will use the following formula:

$$\text{SAP1} = \text{SAP} + 0.3697$$

For example, if SAP closes at 93.24, the SAP1 price would be:

$$\text{SAP1} = 93.24 + 0.3697 = 93.61$$

This formula includes an estimate for the value of the cash in the deliverable and not the actual final net cash dividend 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).