



**THE FOUNDATION
FOR SECURE
MARKETS**

#50467

Date: May 19, 2022

Subject: DDG Options - Expiration Pricing Consideration

DDG (ProShares Short Oil & Gas options) will be subject to special pricing consideration in expiration processing on May 20, 2022. The pricing consideration is due to the undetermined final cash amount included in the option deliverable of DDG 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.

DDG

DDG options are ProShares Short Oil & Gas options, adjusted May 17, 2022 (see OCC Information Memo #50440). The deliverable of DDG options is:

NEW DELIVERABLE

PER CONTRACT: 100 x the Net Asset Value of ProShares Short Oil & Gas (DDG), less any applicable transactions costs, pursuant to the liquidation

As of May 19, 2022, the DDG Exchange Agent has not yet determined the final net cash amount applicable in the liquidation.

For purposes of calculating an DDG price for use in expiration processing, OCC will use the last trading price for DDG of \$10.60, therefore:

$$\text{DDG} = 10.60$$

This formula uses the last trading price for DDG and not the final cash amount per share applicable in the liquidation.

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.