



**THE FOUNDATION
FOR SECURE
MARKETS**

#50491

Date: May 24, 2022

Subject: Zynga Inc. - Determination of Deliverable
Adjusted Option Symbol: TTWO1

Zynga Inc. options were adjusted on May 23, 2022 (See OCC Information Memo #50478). The new deliverable became 1) Approximately 4 Take-Two Interactive Software, Inc. (TTWO) Common Shares, 2) Cash in lieu of approximately 0.06 fractional TTWO Common Shares, and 3) \$350.00 Cash. Settlement of the TTWO and cash components of TTWO1 options exercise/assignment activity were subject to delayed settlement.

OCC has been informed that the final exchange ratio is 0.0406 TTWO shares per ZNGA 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 exchange ratio has been determined, OCC will require Put exercisers and Call assignees, during the period of May 23, 2022 through May 24, 2022, to deliver the appropriate number of TTWO shares.

Terms of the TTWO1 options are as follows:

New Deliverable

Per Contract:

- 1) 4 Take-Two Interactive Software, Inc. (TTWO) Common Shares
- 2) Cash in lieu of 0.06 fractional TTWO Common Shares
- 3) \$350.00 Cash

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: TTWO: 874054109

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

Settlement

The TTWO component of TTWO1 exercise/assignment activity, which was subject to delayed on May 23, 2022, will now settle through National Security Clearing Corporation (NSCC). OCC will continue to delay the cash portion of the TTWO1 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 TTWO1 options will be determined as follows:

$$\text{TTWO1} = 0.0406 (\text{TTWO}) + 3.5$$

For example, if TTWO closes at 122.69, the TTWO1 prices would be calculated as follows:

$$\text{TTWO1} = 0.0406 (122.69) + 3.5 = 8.48$$

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.