



Date: June 16, 2022

Subject: SNY1 Options - Expiration Pricing Consideration

SNY1 (adjusted Sanofi options) will be subject to special pricing consideration in expiration processing on June 17, 2022. The pricing consideration is due to the undetermined net cash amount included in the option deliverable of SNY1 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.

SNY1

SNY1 options are adjusted Sanofi options, adjusted May 26, 2022 (see OCC Information Memo #50472). The deliverable of SNY1 options is:

NEW DELIVERABLE

PER CONTRACT:

- 1) 100 Sanofi (SNY) American Depositary Shares
- 2) Approximately \$29.72 Cash (100 x approximately \$0.2971788), less fees and French withholding tax, if any

As of June 16, 2022, the SNY Distribution Agent has not determined the final net dividend amount.

For purposes of calculating an SNY1 price for use in expiration processing, OCC will use the following formula:

$$\text{SNY1} = \text{SNY} + 0.2972$$

For example, if SNY closes at 48.99, the SNY1 price would be:

$$\text{SNY1} = 48.99 + 0.2972 = 49.29$$

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, please email the Investor Education team at options@theocc.com. Clearing Member Firms of OCC may contact Member Services at 1-800-544-6091 or, within Canada, at 1-800-424-7320, or email memberservices@theocc.com.