



**THE FOUNDATION
FOR SECURE
MARKETS**

#50717

Date: July 12, 2022

Subject: Pershing Square Tontine Holdings, Ltd. – Anticipated
Redemption/Anticipated Cash Settlement
Option Symbol: PSTH
Date: ???

On July 11, 2022, Pershing Square Tontine Holdings, Ltd. (PSTH) announced it will redeem all its outstanding Class A common shares, effective July 26, 2022. PSTH anticipates that the shares will cease trading on the New York Stock Exchange at close of business on July 25, 2022.

As of July 26, 2022, PSTH shares will be cancelled and will represent only the right to receive the per share redemption amount (the “Redemption Amount”), which is expected to be approximately \$20.05 per PSTH share. The Redemption Amount will be paid to record holders of PSTH shares on or after July 26, 2022.

Exercise Consideration - PSTH intends to launch Pershing Square SPARC Holdings, Ltd. “SPARC” and issue and distribute publicly traded, long-term warrants called SPARs to PSTH security holders who own PSTH Class A Common Shares or warrants as of the close of business on July 25, 2022. Each PSTH Shareholders will receive 0.5 SPAR for each PSTH share and one SPAR for each warrant held. The distribution is not expected to occur until Fall 2022. SPARC’s registration statement must become effective in order for SPARs to be issued, and there is no certainty that this will occur. PSTH call option holders who wish to receive the SPARs, should exercise their options in sufficient time to be a shareholder of record. In all cases, it is the sole responsibility of persons holding call options seeking to receive the underlying securities to determine when to exercise their options.

Contract Adjustment

The option symbol PSTH will not change

Date: On or after July 26, 2022

**New Deliverable
Per Contract:** 100 x the per share Redemption Amount, less withholdings, if any

Settlement: PSTH options will be subject to delayed settlement effective July 26, 2022, until the final Redemption Amount is determined.

Once the final Redemption Amount is determined settlement in PSTH options will take place through OCC’s cash settlement system. Settlement will be accomplished by payment of the difference between the extended strike amount and the cash deliverable.

Acceleration of Expirations

Pursuant to OCC Rule 807, equity stock option contracts whose deliverables are adjusted to call for cash-only delivery will be subject to **an acceleration of the expiration dates for outstanding option series** (See OCC Information Memo 23988).

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, 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.