



Date: August 11, 2022

Subject: Adjusted CNH Industrial N.V. – Determination of Deliverable
Adjusted Option Symbol: CNHI1

Adjusted CNH Industrial N.V. options were adjusted on January 3, 2022 (See OCC Information Memo #49836).

The new deliverable became 1) 100 CNH Industrial N.V. (CNHI) Common Shares, 2) The amount of cash distributed to non-electing CNHI shareholders in lieu of 1.0 Iveco Share, less fees and withholdings, if any, x 20. Settlement of the cash component of CNHI1 options exercise/assignment activity was subject to delayed settlement.

OCC has been informed the sale of Iveco shares for non-electing CNHI shareholders was completed and the cash proceeds in lieu of Iveco shares will be distributed to CNHI holders using a rate of \$5.2357 per whole Iveco share. Iveco Shares were distributed to CNHI holders at a rate of 0.20 Iveco share per CNHI share held. Accordingly, the amount of cash included in the CNHI1 deliverable is calculated as follows:

$$\$5.2357 \times 20 = \$104.71 \text{ Cash per CNHI1 contract}$$

Now that the cash distributed in lieu of Iveco shares to CNHI shareholders has been determined, OCC will require Put exercisers and Call assignees, during the period of January 3, 2022 through August 11, 2022, to deliver the appropriate cash amount.

Terms of the CNHI1 options are as follows:

New Deliverable

Per Contract: 1) 100 CNH Industrial N.V. (CNHI) Common Shares
2) \$104.71 Cash (\$5.2357 x 20)

Strike Prices: Unchanged

CUSIP: CNHI: N20944109

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

Settlement

The CNHI component of CNHI1 exercise/assignment activity has settled through National Security Clearing Corporation (NSCC). The \$104.71 cash amount will be settled by OCC.

Pricing

The underlying price for CNHI1 options will be determined as follows:

$$\text{CNHI1} = \text{CNHI} + 1.0471$$

For example, if CNHI closes at 12.89, the CNHI1 prices would be calculated as follows:

$$\text{CNHI1} = 12.89 + 1.0471 = 13.94$$

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.