



**THE FOUNDATION  
FOR SECURE  
MARKETS®**

#51070

**Date:** September 23, 2022

**Subject:** Change Healthcare Inc. – Anticipated Cash Settlement  
Option Symbol: CHNG  
Date: ???  
\* \* \* Update \* \* \*

On April 13, 2021, Shareholders of Change Healthcare Inc. (CHNG) approved the proposed merger with Cambridge Merger Sub Inc., a wholly-owned subsidiary of UnitedHealth Group Incorporated. If and when the merger is consummated, each existing CHNG Common Share will be converted into the right to receive \$25.75 net cash per share.

On September 20, 2022, CHNG declared a Special Cash Dividend of \$2.00 per CHNG share. The dividend is contingent on satisfaction of closing conditions to the merger and will be paid to CHNG stockholders of record as of immediately prior to the effective time of the merger.

#### **Contract Adjustment**

**Date:** Effective the opening of the business day after the merger is consummated.

**New Deliverable**  
**Per Contract:** \$2,775.00 Cash  $((\$25.75 + \$2.00) \times 100)$

Settlement in CHNG 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](mailto: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](mailto:memberservices@theocc.com).