



**THE FOUNDATION  
FOR SECURE  
MARKETS®**

#51165

**Date:** October 14, 2022

**Subject:** TransGlobe Energy Corporation – Contract Adjustment  
Option Symbol: 10/14/22 – TGA remains TGA  
10/17/22 – TGA becomes EGY1  
**Date:** 10/14/2022

**Contract Adjustment**

**Date:** October 14, 2022

**Option Symbol:** 10/14/22 – TGA remains TGA (with adjusted deliverable described below)  
10/17/22 – TGA changes to EGY1

**Strike Divisor:** 1

**Contracts Multiplier:** 1

**New Multiplier:** 100 (e.g., a premium of 1.50 yields \$150; a strike of 20 yields \$2,000.00)

**New Deliverable Per Contract:**

- 1) 67 VAALCO Energy, Inc. (EGY) Common Shares
- 2) Cash in lieu of 0.27 fractional EGY share

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.

**CUSIP:** EGY: 91851C201

**Pricing**

Until the cash in lieu amount is determined, the underlying price for EGY1 will be determined as follows:

$$\text{EGY1} = 0.6727 (\text{EGY})$$

**Delayed Settlement**

The EGY component of the EGY1 deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash portion of the EGY1 deliverable until the cash in lieu of fractional EGY shares is determined. Upon determination of the cash in lieu amount, OCC will require Put exercisers and Call assignees to deliver the appropriate cash amount.

## **Background**

On September 29, 2022, Shareholders of TransGlobe Energy Corporation (TGA) voted concerning the proposed plan of arrangement with VAALCO Energy, Inc. (EGY). The arrangement was approved and subsequently consummated before the open on October 14, 2022. As a result, each existing TGA Common Share will be converted into the right to receive 0.6727 EGY Common Shares. Cash will be paid in lieu of fractional shares.

## **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).