



**THE FOUNDATION
FOR SECURE
MARKETS**

#51182

Date: October 18, 2022

Subject: Diamond Offshore Drilling, Inc. – Contract Adjustment
Option Symbol: 04/23/2021 – DOFSQ remained DOFSQ
04/26/2021 – DOFSQ became DOFQ1
Date: 04/23/2021
* * * Update * * *

On April 8, 2021, U.S. Bankruptcy Court for the Southern District of Texas Houston Division confirmed the Second Amended Joint Chapter 11 Plan of Reorganization of Diamond Offshore Drilling, Inc. and its Debtor Affiliates (“Plan”). The Plan became effective on April 23, 2021, and all existing DOFSQ shares were cancelled. DOFSQ shareholders were entitled to receive a Pro Rata portion of New Warrants (“Warrants”), as described in the Plan.

An initial Warrant distribution of 0.05452117 Warrants per DOFSQ Common Share was made to shareholders on April 27, 2021. Fractions of 0.5 and up were rounded up to the nearest whole warrant, and fractions below 0.5 were rounded down to the nearest whole warrant.

At the time of the initial warrant distribution, the trading status of the Warrants was unknown, and DOFSQ anticipated there could be additional distributions made beyond the initial distribution. OCC delayed settlement of DOFQ1 exercise and assignment activity until the trading status and final deliverable could be determined.

Diamond Offshore Drilling, Inc. warrants started trading on an over-the-counter market on April 12, 2022, under the trading symbol “DODRW”.

OCC has been informed that there will be no additional warrants distributions made to DOFSQ holders pursuant to the Plan.

DOFQ1 options exercise and assignment activity, which has been subject to delayed settlement from April 23, 2021 through October 17, 2022, will no longer be delayed effective October 18, 2022.

Contract Adjustment

Date: April 23, 2021

Option Symbol: 04/23/2021 – DOFSQ remained DOFSQ (with adjusted deliverable described below)
04/26/2021 – DOFSQ became DOFQ1

Strike Divisor: 1

Contract Multiplier: 1

New Multiplier: 100 (e.g., a premium of 1.50 yields \$150; a strike of 1 yields \$100.00)

**New Deliverable
Per Contract:** 5 Diamond Offshore Drilling, Inc. Warrants (DODRW)

CUSIP: DODRW: 25271C110

Delayed Settlement

DOFQ1 options exercise and assignment activity, which has been subject to delayed settlement from April 23, 2021 through October 17, 2022, will no longer be delayed, effective October 18, 2022. The DODRW component of DOFQ1 options will settle through National Securities Clearing Corporation (NSCC). Now that the final distribution ratio has been determined, OCC will require Put exercisers and Call assignees to deliver the appropriate number of warrants.

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.