



**THE FOUNDATION
FOR SECURE
MARKETS®**

#51371

Date: November 16, 2022

Subject: PBF Logistics LP - Anticipated Adjustment
Option Symbol: PBFX
New Symbol: PBF1
Date: ???

Contract Adjustment

Date: Effective the opening of the business day after the merger is consummated.
Contract adjustment is anticipated to occur in the fourth quarter of 2022.

Option Symbol: PBFX changes to PBF1

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) 27 PBF Energy Inc. (PBF) Class A Common Shares, subject to adjustment as described in the PBFX/PBF Proxy Statement/Prospectus dated October 24, 2022 ("Proxy")
- 2) Cash in lieu of fractional PBF shares, if any
- 3) \$925.00 cash (\$9.25 x 100), subject to adjustment as described in the Proxy

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.

Note: OCC will not adjust the PBF1 option deliverable to include any ordinary distributions.

CUSIP: PBF: 69318G106

Pricing

Until the final merger consideration is determined, the underlying price for PBF1 will be determined as follows if the terms are unchanged:

$$\text{PBF1} = 0.27 (\text{PBF}) + 9.25$$

Delayed Settlement

OCC will delay settlement of the PBF and cash portion of the PBF1 deliverable until the final merger consideration and cash in lieu of fractional PBF shares, if any, are determined. Upon determination of final merger consideration and cash in lieu amount, if any, OCC will require Put exercisers and Call assignees to deliver the appropriate number of PBF shares and cash amount.

Background

On November 30, 2022, Shareholders of PBF Logistics LP (PBFX) will vote concerning the proposed merger with PBF Energy Inc. (PBF). If the merger is approved and consummated, each existing PBFX Common Unit will be converted into the right to receive 0.27 PBF Class A Common Shares plus \$9.25 Cash, subject to adjustment as described in the Proxy, and any dividends or other distributions declared but not paid prior to the effective time of the merger. Cash will be paid in lieu of fractional PBF shares, if any.

Note: OCC will not adjust the PBF1 option deliverable to include any ordinary distributions.

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.