



**THE FOUNDATION
FOR SECURE
MARKETS®**

#51645

Date: December 22, 2022

Subject: Adjusted iStar Inc. – Cash In Lieu Settlement
Adjusted Option Symbol: STAR1

Adjusted iStar Inc. options were adjusted on November 30, 2022 (See OCC Information Memo #51440). The new deliverable became 1) 100 iStar Inc. (STAR) Common Shares, 2) 7 Safehold Inc. (SAFE) Common Shares, and 3) Cash in lieu of 0.655 fractional SAFE share. Only settlement of the cash portion of STAR1 options exercise/assignment activity was subject to delayed settlement.

OCC has been informed that a price of \$28.888 per whole SAFE share will be used to determine the cash in lieu amount. Accordingly, the cash in lieu amount is:

$$0.655 \times \$28.888 = \$18.92 \text{ per STAR1 Contract}$$

Now that the exact cash in lieu amount has been determined, OCC will require Put exercisers and Call assignees, during the period of November 30, 2022 through December 22, 2022, to deliver the appropriate cash amount.

The cash in lieu of fractional share portion of the option deliverable remains fixed and does not vary with price changes of any security.

Terms of the STAR1 options are as follows:

New Deliverable

Per Contract:

- 1) 100 iStar Inc. (STAR) Common Shares
- 2) 7 Safehold Inc. (SAFE) Common Shares
- 3) \$18.92 Cash

Strike Prices: Unchanged

CUSIPs: STAR: 45031U101
SAFE: 78645L100

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

Settlement

The STAR and SAFE components of STAR1 exercise/assignment activity from November 30, 2022 through December 21, 2022, have settled through National Security Clearing Corporation (NSCC). The \$18.92 cash amount will be settled by OCC.

Pricing

The underlying price for STAR1 will be determined as follows:

$$\text{STAR1} = \text{STAR} + 0.07 (\text{SAFE}) + 0.1892$$

For example, if STAR closes at 7.71 and SAFE closes at 29.86, the STAR1 price would be calculated as follows:

$$\text{STAR1} = 7.71 + 0.07 (29.86) + 0.1892 = 9.99$$

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.