



**THE FOUNDATION  
FOR SECURE  
MARKETS®**

**#52443**

**Date:** May 18, 2023

**Subject:** XELA2 Options - Expiration Pricing Consideration

XELA2 (adjusted Exela Technologies, Inc. options) will be subject to special pricing consideration in expiration processing on May 19, 2023. The pricing consideration is due to the undetermined cash in lieu of fractional shares amount included in the option deliverable of XELA2 as indicated below. These options will continue to be subject to normal exercise based on customary exercise thresholds in OCC's Ex-by-Ex processing.

MEMBERS SHOULD ADVISE THEIR CUSTOMERS TO TAKE THE FOLLOWING CONSIDERATIONS INTO ACCOUNT IN DECIDING TO EXERCISE, OR NOT TO EXERCISE, THESE OPTIONS.

### **XELA2**

XELA2 options are adjusted Exela Technologies, Inc. options, adjusted May 15, 2023 (see OCC Information Memo #52411). The deliverable of XELA2 options is:

#### **NEW DELIVERABLE**

**PER CONTRACT:** Cash in lieu of 0.5 fractional XELA Shares

As of May 18, 2023, the XELA Exchange Agent has not determined the price to be used to determine the cash in lieu amount.

For purposes of calculating a XELA2 price for use in expiration processing, OCC will use the following formula:

$$\text{XELA2} = 0.005 (\text{XELA})$$

For example, if XELA closes at 6.65, the XELA2 price would be:

$$\text{XELA2} = 0.005 (6.65) = 0.03$$

This formula includes an estimate for the value of the cash in lieu amount and not the actual amount applicable in the reverse split.

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).