



**THE FOUNDATION  
FOR SECURE  
MARKETS®**

**#52450**

**Date:** May 18, 2023

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

BSMX (Banco Santander México, S.A., Institución de Banca Múltiple, Grupo Financiero Santander México options) will be subject to special pricing consideration in expiration processing on May 19, 2023. The pricing consideration is due to the current suspended trading status of the BSMX ADSs included in the BSMX options deliverable. 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.

### **BSMX**

BSMX options are Banco Santander México, S.A., Institución de Banca Múltiple, Grupo Financiero Santander México options, settlement of which was delayed on May 5, 2023 (see OCC Information Memo #52374). The deliverable of BSMX options is:

#### **NEW DELIVERABLE**

**PER CONTRACT:** 100 Banco Santander México, S.A., Institución de Banca Múltiple, Grupo Financiero Santander México (BSMX) American Depositary Shares

As of May 5, 2023, BSMX ADSs were suspended from trading on the NYSE, and OCC delayed settlement of all BSMX exercise/assignment activity. It is anticipated that Citibank N.A. as the Depositary may distribute an amount in cash to BSMX ADS holders who do not cancel their ADSs in sufficient time as defined by the terms of the ADR Termination and Statutory Sell-Out. This cash amount will be net withholdings and fees, if any, as described in OCC Information Memo #52374. It is not yet known if and when the proceeds will be determined and distributed at this time.

For the purposes of calculating a BSMX price for use in expiration processing, OCC will use the last trading price for BSMX of 5.46, therefore:

$$\text{BSMX} = 5.46$$

This formula uses the last trading price for BSMX and not the final cash amount per share applicable once the contract adjustment is effective, if and when the proceeds are distributed to BSMX ADS holders.

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).