



**Date:** June 13, 2023

**Subject:** SPDR S&P 600 Small Cap ETF – Determination of Deliverable  
Adjusted Option Symbol: SPSM1

SPDR S&P 600 Small Cap ETF options were adjusted on June 12, 2023 (See OCC Information Memo #52597). The new deliverable became 1) A number of SPDR Portfolio S&P 600 Small Cap ETF (SPSM) Shares based on an aggregate value equal to the current net asset value of SLY, as described in the Information Statement, x 100, and 2) Cash in lieu of fractional SPSM Shares, if any. Settlement of the SPSM and cash components of SPSM1 options exercise/assignment activity were subject to delayed settlement.

OCC has been informed that the final exchange ratio is 2.22299929 SPSM shares per SLY share held.

OCC has not yet been informed of a price to be used in determining cash in lieu of fractional shares.

Now that the exchange ratio has been determined, OCC will require Put exercisers and Call assignees, from June 13, 2023, to deliver the appropriate SPSM share amount.

Terms of the SPSM1 options are as follows:

**New Deliverable  
Per Contract:**

- 1) 222 SPDR Portfolio S&P 600 Small Cap ETF (SPSM) Shares
- 2) Cash in lieu of 0.299929 fractional SPSM shares

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.

**Strike Prices:** Unchanged

**CUSIP:** SPSM: 78468R853

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

**Settlement**

The SPSM component of SPSM1 exercise/assignment activity, which was delayed on June 12, 2023, will settle through National Security Clearing Corporation (NSCC). OCC will continue to delay the cash portion

of the SPSM1 deliverable until the cash in lieu amount is determined. Upon determination of the cash in lieu amount, OCC will require Put exercisers and Call assignees to deliver the appropriate cash amount.

### **Pricing**

Until the cash in lieu amount is determined, underlying price for SPSM1 options will be determined as follows:

$$\text{SPSM1} = 2.22299929 (\text{SPSM})$$

For example, if SPSM closes at 38.81, the SPSM1 prices would be calculated as follows:

$$\text{SPSM1} = 2.22299929 (38.81) = 86.27$$

### **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](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).