



**THE FOUNDATION
FOR SECURE
MARKETS®**

#53048

Date: August 16, 2023

Subject: Adjusted AMC Entertainment Holdings, Inc. – Further Adjustment
Adjusted Option Symbol: AMC1
Date: 08/23/2023

Adjusted AMC Entertainment Holdings, Inc. (adjusted option symbol AMC1) options were adjusted on August 22, 2022. (See OCC Information Memo #50897). The new deliverable became 1) 100 AMC Entertainment Holdings, Inc. (AMC) Class A Common Shares, and 2) 100 AMC Entertainment Holdings, Inc. (APE) Preferred Equity Units.

AMC Entertainment Holdings, Inc. (AMC) announced a stock distribution of approximately 0.133333 AMC Class A Common Shares per every AMC share held with cash paid in lieu of fractional AMC shares. The record date is August 24, 2023; the payable date is August 28, 2023.

Payment of the dividend is conditioned upon the effectuation of a 1 for 10 AMC Reverse Split and APE Conversion as described in the AMC Proxy Statement dated February 14, 2023. The reverse split will become effective on August 24, 2023, and the APE conversion is expected to become effective on August 25, 2023.

OCC will delay settlement of the AMC1 deliverables until the contingencies have been met and the deliverables can be confirmed.

The NYSE has set August 23, 2023, as the ex-distribution date for this distribution.

Adjusted AMC1 options will be further adjusted to reflect the stock distribution as described below:

Contract Adjustment

Effective Date: August 23, 2023

Option Symbol: AMC1 remains AMC1

Contract Multiplier: 1

Strike Divisor: 1

New Multiplier: 100 (e.g., for premium or strike dollar extensions 1.00 will equal \$100.00)

New Deliverable

Per Contract:

- 1) 100 (Pre-Split) AMC Entertainment Holdings, Inc. (AMC) Class A Common Shares **(subject to delayed settlement until the contingencies have been met)**
- 2) 13 (Pre-Split) AMC Entertainment Holdings, Inc. (AMC) Class A Common Shares (equivalent to 1.3 post-reverse split AMC Shares) **(subject to delayed settlement until the contingencies have been met)**
- 3) Cash in lieu of approximately 0.3333 fractional AMC shares **(subject to delayed settlement until the contingencies have been met and the cash in lieu amount, if any, has been determined)**
- 4) 100 AMC Entertainment Holdings, Inc. (APE) Preferred Equity Units

Note: If the AMC Reverse Split and APE Conversion are not implemented, the dividend will not be paid, and no additional AMC shares or cash will be attached to the AMC1 deliverable.

Note: Once determined, the cash in lieu of fractional share portion of the option deliverable will remain fixed and will not vary with price changes of any security.

Settlement**Allocation:**

AMC: 95%
APE: 5%

CUSIPs:

(Pre-Split) AMC: 00165C104
APE: 00165C203

THE SETTLEMENT ALLOCATION OF THE TOTAL STRIKE PRICE AMOUNT IS BEING PROVIDED SOLELY FOR THE PURPOSE OF THE INTERFACE BETWEEN OCC AND THE NATIONAL SECURITY CLEARING CORPORATION (NSCC), AND IS NOT INTENDED TO BE USED FOR ANY OTHER PURPOSE, TRANSACTION OR CUSTOMER ACCOUNT STATEMENTS.

Pricing

Until the conditions of the distribution, if any, have been satisfied, the underlying price for AMC1 will be determined as follows:

$$\text{AMC1} = 1.133333 \text{ AMC} + \text{APE}$$

This pricing equation is in terms of pre-split shares.

Delayed Settlement

The APE component of the AMC1 deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the AMC and cash components of the AMC1 deliverable until the conditions of the distribution, if any, have been satisfied. Once the exact deliverable of the AMC1 options has been determined, OCC will require Put exercisers and Call assignees to deliver the appropriate number of AMC shares and the appropriate cash amount, if any.

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.