



**Date:** August 18, 2023

**Subject:** VAPO1 Options - Expiration Pricing Consideration

VAPO1 (adjusted Vapotherm, Inc. options) will be subject to special pricing consideration in expiration processing on August 18, 2023. The pricing consideration is due to the undetermined cash in lieu of fractional shares amount included in the option deliverable of VAPO1 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.

**VAPO1**

VAPO1 options are adjusted Vapotherm, Inc. options, adjusted August 18, 2023 (see OCC Information Memo #53056). The deliverable of VAPO1 options is:

**NEW DELIVERABLE**

**PER CONTRACT:** 1) 12 Vapotherm, Inc. (VAPO) Common Shares  
2) Cash in lieu of 0.5 fractional VAPO shares

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

For purposes of calculating a VAPO1 price for use in expiration processing, OCC will use the following formula:

$$\text{VAPO1} = 0.125 (\text{VAPO})$$

For example, if VAPO closes at 0.41, the VAPO1 price would be:

$$\text{VAPO1} = 0.125 (0.41) = 0.05$$

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@theooc.com](mailto:memberservices@theooc.com).