



**THE FOUNDATION
FOR SECURE
MARKETS®**

#53065

Date: August 18, 2023

Subject: PYPT Options - Expiration Pricing Consideration

PYPT (AXS 1.5X PYPL Bull Daily ETF options) will be subject to special pricing consideration in expiration processing on August 18, 2023. The pricing consideration is due to the current suspended trading status of the PYPT shares included in the PYPT 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.

PYPT

PYPT options are AXS 1.5X PYPL Bull Daily ETF options, settlement of which was delayed on August 14, 2023 (see OCC Information Memo #53022). The deliverable of PYPT options is:

DELIVERABLE
PER CONTRACT: 100 AXS 1.5X PYPL Bull Daily ETF (PYPT) Shares

As of August 18, 2023, PYPT shares were suspended from trading on the NASDAQ, and OCC delayed settlement of all PYPT exercise/assignment activity. The liquidation date for the fund will be on or around August 18, 2023.

For purposes of calculating PYPT price for use in expiration processing, OCC will use the last trading price for PYPT of \$14.84, therefore:

$$\text{PYPT} = 14.84$$

This formula uses the last trading price for PYPT and not the final distribution amount per share applicable in the liquidation.

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.