



**THE FOUNDATION  
FOR SECURE  
MARKETS®**

**#54838**

**Date:** July 05, 2024

**Subject:** Adjusted National Grid plc - Cash Distribution in Lieu of Rights Settlement  
Adjusted Option Symbol: NGG1/2NGG1

Adjusted National Grid plc options were adjusted on May 31, 2024 (See OCC Information Memo #54642). The new deliverable became 1) 100 National Grid plc (NGG) American Depositary Shares and 2) 100 x the pro rata portion of the cash proceeds from the Sale of Rights, less fees and withholdings, if any. Only settlement of the cash component of NGG1 options exercise/assignment activity was subject to delayed settlement.

OCC has been informed that the final cash distribution amount is \$3.506022 per NGG share held.

Now that the cash distribution amount has been determined, OCC will require Put exercisers and Call assignees, during the period of May 31, 2024 through July 05, 2024, to deliver the appropriate cash amount.

Terms of the NGG1/2NGG1 options are as follows:

**New Deliverable**  
**Per Contract:** 1) 100 National Grid plc (NGG) American Depositary Shares  
2) \$350.60 Cash (\$3.506022 x 100)

**Strike Prices:** Unchanged

**CUSIP:** 636274409

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

**Settlement**

The NGG component of NGG1 exercise/assignment activity, which was delayed from May 31, 2024 through July 3, 2024 has settled through National Security Clearing Corporation (NSCC). The \$350.60 cash amount will be settled by OCC.

**Pricing**

The underlying price for NGG1/2NGG1 options will be determined as follows:

$$\text{NGG1} = \text{NGG} + 3.5060$$

For example, if NGG closes at 59.08, the NGG1 price would be calculated as follows:

$$\text{NGG1} = 59.08 + 3.5060 = 62.59$$

### **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).