



**THE FOUNDATION  
FOR SECURE  
MARKETS®**

#55232

**Date:** September 20, 2024

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

KDIV (KraneShares S&P Pan Asia Dividend Aristocrats Index ETF) options will be subject to special pricing consideration in expiration processing on September 20, 2024. The pricing consideration is due to the current suspended trading status of the KDIV shares included in the KDIV 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.

#### **KDIV**

KDIV options are KraneShares S&P Pan Asia Dividend Aristocrats Index ETF options, which were delayed on September 20, 2024 (see OCC Information Memo #55111). The deliverable of KDIV options is:

#### **NEW DELIVERABLE**

**PER CONTRACT:** 100 KraneShares S&P Pan Asia Dividend Aristocrats Index ETF (KDIV) Shares

As of September 20, 2024, KDIV shares were suspended from trading on the NYSE, and OCC delayed settlement of all KDIV exercise/assignment activity. The liquidation date for the fund will be on or around September 27, 2024.

For purposes of calculating KDIV price for use in expiration processing, OCC will use the last trading price for KDIV of \$28.10, therefore:

$$\text{KDIV} = 28.10$$

This formula uses the last trading price for KDIV 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](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).