



**Date:** September 20, 2024

**Subject:** HHH1 Options - Expiration Pricing Consideration

HHH1 (adjusted Howard Hughes Holdings Inc.) options will be subject to special pricing consideration in expiration processing on September 20, 2024. The pricing consideration is due to the when-issued trading status of the Seaport Entertainment Group Inc. Rights included in the option deliverable of HHH1 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.

### HHH1

HHH1 options are adjusted Howard Hughes Holdings Inc. options, adjusted August 1, 2024 and September 20, 2024 (see OCC Information Memos #55013 and #55217). The deliverable of HHH1 options is:

#### NEW DELIVERABLE

##### PER CONTRACT:

- 1) 100 Howard Hughes Holdings Inc. (HHH) Common Shares
- 2) 11 Seaport Entertainment Group Inc. (SEG) Common Shares
- 3) \$3.29 Cash
- 4) 11 Seaport Entertainment Group Inc. Rights (SEG RT) (subject to delayed settlement until commencement of regular way trading)

As of September 20, 2024, the Rights have not begun regular way trading.

For purposes of calculating a HHH1 price for use in expiration processing, OCC will use the following formula:

$$\text{HHH1} = \text{HHH} + 0.11 (\text{SEG}) + 0.0329 + 0.11 (\text{SEG RT})$$

For example, if HHH closes at 77.48, SEG closes at 33.27, and SEG RT closes at 4.10, the HHH1 price would be:

$$\text{HHH1} = 77.48 + 0.11 (33.27) + 0.0329 + 0.11 (4.10) = 81.62$$

This formula includes an estimate for the value of the Rights based on the current market value of the when-issued trading Rights and not the actual value of the Rights.

**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).