



**THE FOUNDATION
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#55575

Date: November 19, 2024

Subject: Adams Natural Resources Fund Inc. – Stock Dividend (Capital Gains)
(Election)
Option Symbol: PEO
New Option Symbol: PEO1
Date: 11/22/2024

Adams Natural Resources Fund Inc. (PEO) has announced a long-term capital gains distribution of \$0.89, payable in cash or stock at the election of the shareholder, per PEO Common Share. **PEO Shareholders who fail to make an election will receive the dividend in the form of shares.** PEO shareholders can elect to receive the dividend in the form of cash by submitting an election by the election deadline of December 11, 2024. The treatment of fractional shares is not known at this time.

The record date is November 22, 2024; payable date is December 19, 2024. The ex-distribution date for this distribution will be November 22, 2024.

Exercise Consideration – On November 22, 2024, PEO options will become adjusted PEO1 options. The deliverable for PEO1 will reflect the additional amount of stock distributed to shareholders who failed to make a valid election. PEO Call option holders who do not wish to receive the dividend in the form distributed to non-electing shareholders must exercise their options in sufficient time in advance of the contract adjustment to observe all conditions of the election. In all cases, it is the sole responsibility of persons holding call options seeking to participate in the election to determine when to exercise their options and to comply with all terms and conditions of the election.

Options Contract Adjustment

Effective Date: November 22, 2024

New Multiplier: 100 (e.g., for premium extensions a premium of 1.50 equals \$150; a strike of 5 yields \$500.00).

Contract Multiplier: 1

Strike Prices: No Change

Option Symbol: PEO changes to PEO1

Deliverable Per

Contract:

- 1) 100 Adams Natural Resources Fund Inc. (PEO) Common Shares
- 2) An additional number of PEO Common Shares reflecting the stock dividend received by non-electing PEO shareholders, expected to be valued at \$89.00 (\$0.89 x 100)
- 3) Cash in lieu of fractional PEO shares, if any

CUSIP:

00548F105

Pricing

Until the form of election to be received by non-electing shareholders and the cash in lieu amount of fractional PEO shares, if any, are determined, the underlying price for PEO1 will be determined as follows:

$$\text{PEO1} = \text{PEO} + 0.89$$

Delayed Settlement

OCC will delay settlement of both the PEO component and the cash component of the PEO1 deliverable until the exact number of PEO shares and the cash in lieu amount, if any, to be included in the PEO1 deliverable are determined. Upon determination of the PEO distribution rate and the cash in lieu of fractional share amount, if any, OCC will require Put exercisers and Call assignees to deliver the appropriate number of shares and the appropriate cash amount.

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. 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.