



**THE FOUNDATION
FOR SECURE
MARKETS®**

#55595

Date: November 22, 2024

Subject: MRO Options - Expiration Pricing Consideration

MRO will be subject to special pricing consideration in expiration processing on November 22, 2024. The pricing consideration is due to the undetermined cash in lieu of fractional shares amount included in the option deliverable of MRO 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.

MRO

MRO options were adjusted November 22, 2024 (see OCC Information Memo #55593). The deliverable of MRO options is:

NEW DELIVERABLE

PER CONTRACT:

- 1) 25 ConocoPhillips (COP) Common Shares
- 2) Cash in lieu of 0.5 fractional COP Common Shares

As of November 22, 2024, the COP Exchange Agent has not determined the price to be used to determine the cash in lieu amount.

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

$$\text{MRO} = 0.255 (\text{COP})$$

For example, if COP closes at 111.90, the MRO price would be:

$$\text{MRO} = 0.255 (111.90) = 28.53$$

This formula includes an estimate for the value of the cash in lieu amount and not the actual amount applicable in the merger.

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@theooc.com.