



Date: December 10, 2024

Subject: Adjusted Select Medical Holdings Corporation – Cash In Lieu
Settlement
Adjusted Option Symbol: SEM1

Select Medical Holdings Corporation options were adjusted on November 26, 2024 (See OCC Information Memo #55599). The new deliverable became 1) 100 Select Medical Holdings Corporation (SEM) Common Shares, 2) 80 Concentra Group Holdings Parent, Inc. (CON) Common Shares, and 3) Cash in lieu of 0.6971 fractional CON shares. Only settlement of the cash portion of SEM1 options exercise/assignment activity was subject to delayed settlement.

OCC has been informed that a price of \$22.79004 per whole CON share will be used to determine the cash in lieu amount. Accordingly, the cash in lieu amount is:

$$0.6971 \times \$22.79004 = \$15.89 \text{ per SEM1 Contract}$$

Now that the exact cash in lieu amount has been determined, OCC will require Put exercisers and Call assignees, during the period of November 26, 2024 through December 10, 2024, to deliver the appropriate cash amount.

The cash in lieu of fractional share portion of the option deliverable remains fixed and does not vary with price changes of any security.

Terms of the SEM1 options are as follows:

New Deliverable Per Contract:	1) 100 Select Medical Holdings Corporation (SEM) Common Shares 2) 80 Concentra Group Holdings Parent, Inc. (CON) Common Shares 3) \$15.89 Cash
Strike Prices:	Unchanged
CUSIPs:	SEM: 81619Q105 CON: 20603L102
Multiplier:	100 (i.e., a premium of 1.50 yields \$150)

Settlement

The SEM and CON components of SEM1 exercise/assignment activity from November 26, 2024 through December 9, 2024, have settled through National Security Clearing Corporation (NSCC). The \$15.89 cash amount will be settled by OCC.

Pricing

The underlying price for SEM1 will be determined as follows:

$$\text{SEM1} = \text{SEM} + 0.80 (\text{CON}) + 0.1589$$

For example, if SEM closed at 20.06 and CON closes at 20.51, the SEM1 price would be calculated as follows:

$$\text{SEM1} = 20.06 + 0.80 (20.51) + 0.1589 = 36.63$$

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.