



Date: December 19, 2024

Subject: Adjusted 22nd Century Group, Inc. - Determination of Deliverable
Adjusted Option Symbol: XXII2

Adjusted 22nd Century Group, Inc. options were adjusted on April 2, 2024 and December 17, 2024 (See OCC Information Memos #54428 and #55715). The new deliverable became Either i) 1 (New) 22nd Century Group, Inc. (XXII) Common Share, ii) 0 22nd Century Group, Inc. (XXII) Common Shares, OR iii) cash in lieu of approximately 0.007407 fractional XXII shares, depending upon the treatment of fractional shares. Settlement of the XXII component of XXII2 options exercise/assignment activity was subject to delayed settlement.

OCC has been informed that fractional shares will be rounded up to the nearest whole share.

Now that the treatment of fractional shares has been determined, OCC will require Put exercisers and Call assignees to deliver the appropriate number of XXII shares.

Terms of the XXII2 options are as follows:

New Deliverable Per Contract:	1 22nd Century Group, Inc. (XXII) Common Share
Strike Prices:	Unchanged
CUSIPS:	XXII: 90137F400
Multiplier:	100 (i.e., a premium of 1.50 yields \$150)

Settlement

The XXII component of XXII2 exercise/assignment activity, which was delayed on December 17, 2024 through December 18, 2024, will now settle through National Security Clearing Corporation (NSCC).

Pricing

The underlying price for XXII2 will be determined as follows:

$$XXII2 = 0.01 (XXII)$$

For example, if XXII closes at 4.73, the XXII2 prices would be calculated as follows:

$$XXII2 = 0.01 (4.73) = 0.05$$

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.