



**THE FOUNDATION  
FOR SECURE  
MARKETS®**

**#55913**

**Date:** January 16, 2025

**Subject:** UVIX1 Options - Expiration Pricing Consideration

UVIX1 (adjusted 2x Long VIX Futures ETF options) will be subject to special pricing consideration in expiration processing on January 17, 2025. The pricing consideration is due to the undetermined cash in lieu of fractional shares amount included in the option deliverable of UVIX1 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.

### **UVIX1**

UVIX1 options are adjusted 2x Long VIX Futures ETF. options, adjusted January 15, 2025 (see OCC Information Memo #55857). The deliverable of UVIX1 options is:

**NEW DELIVERABLE  
PER CONTRACT:** Cash in lieu of 0.2 fractional UVIX Shares

As of January 16, 2025, the UVIX Exchange Agent has not determined the price to be used to determine the cash in lieu amount.

For purposes of calculating a UVIX1 price for use in expiration processing, OCC will use the following formula:

$$\text{UVIX1} = 0.002 (\text{UVIX})$$

For example, if UVIX closes at 30.27, the UVIX1 price would be:

$$\text{UVIX1} = 0.002 (30.27) = 0.06$$

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

**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@theooc.com](mailto:memberservices@theooc.com).