



Date: February 03, 2025

Subject: Adjusted Rayonier Inc. – Determination of Deliverable/Cash in Lieu Settlement
Adjusted Option Symbols: RYN1/1RYN1

Adjusted Rayonier Inc. options were adjusted on December 12, 2024 (See OCC Information Memo #55638). The new deliverable became 1) 100 Rayonier Inc. (RYN) Common Shares, 2) An additional number of RYN Common Shares, amount of cash, or combination of both shares and cash, valued at approximately \$180.00 ($\1.80×100), based on the form of election distributed to non-electing shareholders, and 3) Cash in lieu of fractional RYN shares, if any. Settlement of the RYN and cash components of RYN1/1RYN1 options exercise/assignment activity were subject to delayed settlement.

OCC has been informed that the \$1.80 special dividend will be paid out in \$0.45 cash with the remaining \$1.35 paid in RYN shares. The stock price used to determine the stock ratio is \$26.5116. Consequently, the stock distribution ratio for RYN shares not subject to an election is 0.0509211062 RYN shares per RYN share held.

OCC has also been informed that cash will be paid in lieu of fractional shares and that a price of \$26.5116 per whole RYN share will be used to determine the cash in lieu amount. Accordingly, the cash in lieu amount is:

$$0.09211062 \times \$26.5116 = \$2.44 \text{ per RYN1/1RYN1 Contract}$$

Now that the distribution ratio and cash in lieu amount has been determined, OCC will require Put exercisers and Call assignees, during the period of December 12, 2024 through February 03, 2025, to deliver the appropriate RYN share and cash amount.

Terms of the RYN1/1RYN1 options are as follows:

New Deliverable

Per Contract: 1) 105 Rayonier Inc. (RYN) Common Shares
2) \$47.44 Cash ($\$2.44 + (\$0.45 \times 100)$)

Strike Prices: Unchanged

CUSIP: RYN: 754907103

Multiplier: 100 (i.e., a premium of 1.50 yields \$150)

Settlement

The RYN component of RYN1/1RYN1 exercise/assignment activity, which was delayed from December 12, 2024 through January 30, 2025, will settle through National Security Clearing Corporation (NSCC). The \$47.44 cash amount will be settled by OCC.

Pricing

Until the cash in lieu amount is determined, underlying price for RYN1/1RYN1 options will be determined as follows:

$$\text{RYN1} = 1.05 (\text{RYN}) + 0.4744$$

For example, if RYN closes at 26.14, the RYN1/1RYN1 prices would be calculated as follows:

$$\text{RYN1} = 1.05 (26.14) + 0.4744 = 27.92$$

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.