



**THE FOUNDATION
FOR SECURE
MARKETS**

#56440

Date: April 23, 2025

Subject: Adjusted Equity Commonwealth - Anticipated Further
Adjustment/Anticipated Cash Settlement
Option Symbol: EQC2
Date: ???

Adjusted Equity Commonwealth (adjusted option symbol EQC2) options were adjusted on April 22, 2025 (See OCC Information Memo #56418). The new deliverable became 1) 100 Equity Commonwealth (EQC) Common Shares and 2) \$160.00 Cash.

On November 12, 2024, Shareholders of Equity Commonwealth (EQC) voted concerning the proposed dissolution and liquidation of EQC pursuant to the Plan of Dissolution ("Plan") as described in the EQC Proxy Statement dated October 2, 2024 ("Proxy"). The Plan was approved, and EQC shares were voluntarily delisted from the New York Stock Exchange after the close on April 21, 2025.

As described in the Proxy, EQC will transfer all remaining assets and liabilities to a liquidating trust and each EQC common share will be converted into one Liquidating Trust Unit during the second quarter of 2025. Distributions from the liquidating trust, if any, will be nominal.

The Liquidating Trust units will not be transferable or assignable, except by will, intestate succession, or operation of law. The Liquidating Trust units will not be certificated and will not be listed on any exchange or quoted on any quotation system or otherwise tradeable in any public or private transactions.

Contract Adjustment Determination

Due to the Units' lack of transferability, OCC has determined that, pursuant to Article VI, Section 11A of the OCC By-Laws, a cash value equivalent will be determined for the conversion into Liquidating Trust Units. Consequently, the EQC Common Share component of the EQC2 option deliverable will be converted into the cash equivalent of 100 Units after the conversion into Liquidating Trust Units is confirmed.

Equity Commonwealth distributed a Final Cash Liquidating Distribution of \$1.60 per EQC share on April 22, 2025. The value of the Units conversion will be calculated by taking the average of the high and low trading prices for EQC Shares on the final day of trading, April 21, 2025, less \$1.60.

NOTE: The EQC2 contract adjustment in response to the conversion of EQC shares to Units will be final once the cash equivalent of the Unit is determined, and no additional distributions will be made.

Contract Adjustment

The option symbol EQC2 will not change.

Date: ???

**New Deliverable
Per Contract:** \$160.00 Cash plus 100 x the cash equivalent of one Liquidating Trust Unit

Settlement: EQC2 options have been subject to delayed settlement since April 22, 2025, and will remain subject to delayed settlement pending the determination of the cash equivalent of Liquidating Trust Units

Settlement in the EQC2 options will take place through OCC's cash settlement system. Settlement will be accomplished by payment of the difference between the extended strike amount and the cash deliverable.

NOTE: Expiration dates of EQC2 will not be accelerated under OCC Rule 807.

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.