



**THE FOUNDATION
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#56449

Date: April 24, 2025

Subject: Aerovate Therapeutics, Inc. – Anticipated Adjustment
Option Symbol: AVTE
New Symbol: JBIO1
Date: 04/29/2025???

Aerovate Therapeutics, Inc. (AVTE) has announced a 1-for-35 reverse stock split, and name, symbol, and CUSIP change, in conjunction with a reverse merger with Jade Biosciences, Inc. As a result, each AVTE Common Share will be converted into the right to receive approximately 0.028571 (New) Jade Biosciences, Inc. (JBIO) Common Shares. The reverse stock split and underlying changes are expected to become effective before the market open on April 29, 2025. Cash will be paid in lieu of fractional shares.

Pre-reverse split AVTE shareholders will receive a special cash dividend of \$2.40 per AVTE share payable on April 28, 2025 to shareholders of record on April 25, 2025. The ex-distribution date is April 29, 2025. Payment of the special cash dividend is conditioned upon the closing of the reverse merger.

Contract Adjustment

Effective Date: April 29, 2025???

Option Symbol: AVTE changes to JBIO1

Contract Multiplier: 1

Strike Divisor: 1

New Multiplier: 100 (e.g., for premium or strike dollar extensions 1.00 will equal \$100)

New Deliverable Per Contract:

- 1) 2 (New) Jade Biosciences, Inc. (JBIO) Common Shares
- 2) Cash in lieu of approximately 0.8571 fractional JBIO Shares
- 3) \$240.00 Cash (\$2.40 Special Dividend x 100 pre-split AVTE shares)

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

CUSIP: JBIO (New): 008064206

Pricing

Until the cash in lieu amount is determined, the underlying price for JBIO1 will be determined as follows:

$$\text{JBIO1} = 0.028571 (\text{JBIO}) + 2.40$$

Delayed Settlement

The JBIO component of the JBIO1 deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash components of the JBIO1 deliverable until the exact cash amount is determined. Upon determination of the cash amount, OCC will require Put exercisers and Call assignees to deliver the appropriate cash amount.

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.