



**THE FOUNDATION  
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MARKETS®**

#59372

**Date:** July 14, 2026

**Subject:** XOMA Royalty Corporation - Cash Settlement/Acceleration of  
Expirations  
Option Symbol: XOMA  
Date: 07/14/2026

On July 13, 2026, Shareholders of XOMA Royalty Corporation (XOMA) voted concerning the proposed merger with Flex Merger Sub, Inc., a wholly-owned subsidiary of Ligand Pharmaceuticals Incorporated. The merger was approved and subsequently consummated before the open on July 14, 2026. As a result, each existing XOMA Common Share will be converted into the right to receive \$39.00 net cash per share plus one non-transferable Contingent Value Right ("CVR").

Note: The CVRs represent a non-transferable contractual right to receive the contingent cash payment as described in the XOMA Proxy Statement dated June 10, 2026. The adjusted XOMA option deliverable will not include the non-transferable CVRs.

#### **Contract Adjustment**

**Date:** July 14, 2026

**New Deliverable**  
**Per Contract:** \$3,900.00 Cash (\$39.00 x 100)

Settlement in XOMA 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.

#### **Acceleration of Expirations**

Pursuant to OCC Rule 807, equity stock option contracts whose deliverables are adjusted to call for cash-only delivery will be subject to an acceleration of the expiration dates for outstanding option series. (See OCC Information Memo 23707) Additionally, the exercise by exception (ex by ex) threshold for expiring series will be \$.01 in all account types.

All series of XOMA Royalty Corporation options whose expiration dates are after 07-17-2026 will have their expiration dates advanced to 07-17-2026. Expiration dates occurring before 07-17-2026 (e.g., Flex options) will remain unchanged.

All XOMA Royalty Corporation options will utilize a \$.01 exercise threshold.

Option Symbol: XOMA

Existing Expiration: All months  
New expiration date: 07-17-2026

Existing American-style XOMA Royalty Corporation options remain exercisable at the option of the holder prior to their expiration. Exercised options will continue to settle in one business day.

### **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 futures and the nature of any adjustment is made by OCC pursuant to Chapter 28 (XXVIII) of OCC's Rules. 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](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@theocc.com](mailto:memberservices@theocc.com).