



**THE FOUNDATION
FOR SECURE
MARKETS®**

#59777

Date: September 17, 2026

Subject: Adjusted Defiance Daily Target 2x Short QBTS ETF – Cash In Lieu
Settlement
Adjusted Option Symbol: QBTZ1

Adjusted Defiance Daily Target 2X Short QBTS ETF options were adjusted on March 23, 2026 and again on September 10, 2026 (See OCC Information Memos #58673 and #59719). The new deliverable became 1) 6 Defiance Daily Target 2x Short QBTS ETF (QBTZ) Shares 2) Cash in lieu of 0.6 fractional QBTZ Shares 3) \$14.12 Cash. Only settlement of the cash portion of QBTZ1 options exercise/assignment activity was subject to delayed settlement.

OCC has been informed that a price of \$17.823 per whole QBTZ share will be used to determine the cash in lieu amount. Accordingly, the cash in lieu amount is:

$$0.6 \times \$17.823 = \$10.69 \text{ per QBTZ1 Contract}$$

Now that the exact cash in lieu amount has been determined, OCC will require Put exercisers and Call assignees, during the period of September 10, 2026 through September 17, 2026, to deliver the appropriate cash amount.

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

Terms of the QBTZ1 options are as follows:

New Deliverable

Per Contract: 1) 6 Defiance Daily Target 2x Short QBTS ETF (QBTZ) Shares
2) \$24.81 Cash (\$14.12 + \$10.69)

Strike Prices: Unchanged

CUSIP: QBTZ: 88636Y540

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

Settlement

The QBTZ component of QBTZ1 exercise/assignment activity from September 10, 2026 through September 16, 2026, has settled through National Security Clearing Corporation (NSCC). The \$24.81 cash amount will be settled by OCC.

Pricing

The underlying price for QBTZ1 will be determined as follows:

$$\text{QBTZ1} = 0.06 (\text{QBTZ}) + 0.2481$$

For example, if QBTZ closes at 18.59, the QBTZ1 price would be calculated as follows:

$$\text{QBTZ1} = 0.06 (18.59) + 0.2481 = 1.36$$

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. 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.