



**THE FOUNDATION  
FOR SECURE  
MARKETS**

**#48783**

**Date:** June 02, 2021

**Subject:** CVR Energy, Inc. – Distribution  
Option Symbol: CVI  
New Symbol: CVI1  
Date: 06/11/2021

**Background**

CVR Energy, Inc. (CVI) has announced a special dividend of \$492 million in the aggregate, to be payable to shareholders in a combination of cash and Delek US Holdings, Inc. (DK) Common Shares. The stock portion of the special distribution is to be paid at a rate of 0.1048 of a DK share for each CVI share held. The amount of cash payable in the distribution is to be determined and is anticipated to be announced on June 10, 2021. The record date is May 26, 2021; the payable date is June 10, 2021. The NYSE has set June 11, 2021, as the ex-distribution date for this distribution.

The cash portion of the special dividend will be determined based on the difference between \$492 million and the value of the Stock Distribution Portion as of the Distribution Date, with each CVI stockholder as of the Record Date receiving a pro rata portion of such difference in cash. When the cash portion of the dividend is announced it will be evaluated under the cash dividend provisions paragraph (c) of Section 11A of OCC's ByLaws, which states:

It shall be the general rule that there will be no adjustment to reflect (x) ordinary cash dividends or distributions or ordinary stock dividends or distributions (collectively, "ordinary distributions") by the issuer of the underlying security or (y) any cash dividend or distribution by the issuer of the underlying security if such dividend or distribution is less than \$0.125 per share provided that, in the case of a contract that is originally listed with a unit of trading larger than 100 shares, the applicable threshold shall be \$12.50 per contract.

**Pursuant to the terms of the Interpretation of paragraph (c) of Section 11A, the cash portion of the CVI special dividend will not result in an adjustment if such dividend is less than \$0.125 per share.**

**Contract Adjustment**

**Effective Date:** June 11, 2021

**Option Symbol:** CVI changes to CVI1

**Strike Prices:** No Change

**Number of Contracts:** No Change

**Multiplier:** 100 (e.g., a premium of 1.50 yields \$150; a strike of 35.00 yields \$3,500.00)

**New Deliverable  
Per Contract:**

- 1) 100 CVR Energy, Inc. (CVI) Common Shares
- 2) 10 Delek US Holdings, Inc. (DK) Common Shares
- 3) Cash in lieu of 0.48 fractional DK Common Shares
- 4) 100 x the per share cash amount of the special dividend which accrues to CVR shareholders, if any

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

**Settlement  
Allocation:**

CVI: 90%  
DK: 10%

**CUSIPs:**

CVI: 12662P108  
DK: 24665A103

THE SETTLEMENT ALLOCATION OF THE TOTAL STRIKE PRICE AMOUNT IS BEING PROVIDED SOLELY FOR THE PURPOSE OF THE INTERFACE BETWEEN OCC AND THE NATIONAL SECURITY CLEARING CORPORATION (NSCC), AND IS NOT INTENDED TO BE USED FOR ANY OTHER PURPOSE, TRANSACTION OR CUSTOMER ACCOUNT STATEMENTS.

**Delayed Settlement**

The CVI and DK components of the CVI1 deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash portion of the CVI1 deliverable until the final cash distribution rate and cash in lieu of fractional DK Common Shares amount are determined. Upon determination of the final cash distribution rate and cash in lieu 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, call Investor Services at 1-888-678-4667 or email [investorservices@theocc.com](mailto:investorservices@theocc.com). Clearing Members 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).