



**THE FOUNDATION  
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#52164

**Date:** March 23, 2023

**Subject:** Diana Shipping Inc. – Distribution  
Option Symbol: DSX  
New Symbol: DSX3  
Date: 04/21/2023

**Contract Adjustment**

**Effective Date:** April 21, 2023

**Option Symbol:** DSX changes to DSX3

**Strike Prices:** No Change

**Number of Contracts:** No Change

**Multiplier:** 100 (e.g., a premium of 1.50 yields \$150; a strike of 4 yields \$400.00)

**New Deliverable Per Contract:**

- 1) 100 Diana Shipping Inc. (DSX) Common Shares (subject to delayed settlement until the final deliverable is determined)
- 2) 100 x the number of OceanPal Inc. (OP) Common Shares automatically distributed per DSX share to DSX shareholders in lieu of the 7.0% Series D Convertible Preferred Shares of OP (subject to delayed settlement until the final deliverable is determined)
- 3) Cash in lieu of fractional OP shares, 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:** DSX: 95%  
OP: 5%

**CUSIPs:** DSX: Y2066G104  
OP: Y6430L160

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**

OCC will delay settlement of the DSX, OP, and cash components, if any, of the DSX3 deliverable until the final deliverable is determined. Upon determination of the final deliverable, OCC will require Put exercisers and Call assignees to deliver the appropriate numbers of DSX shares and OP shares, and the appropriate cash amount, if any.

### **Background**

Diana Shipping Inc. (DSX) has announced a distribution of 7.0% Series D Cumulative Convertible Perpetual Preferred Shares of OceanPal Inc. ("Preferred Shares") to DSX shareholders. The distribution rate is to be determined. Because there is not currently a market for the Preferred Shares nor is there the expectation that one will develop, the Series D Preferred Shares will automatically be converted into OceanPal Inc. Common Shares on or about the payable date, and then distributed to DSX Shareholders. The default of this distribution will, therefore, be the OP Common Shares, though DSX shareholders may elect to opt out of the conversion to OP Common Shares.

The distribution and conversion rates have yet to be determined. The record date is April 24, 2023; the payable date is May 16, 2023. The NYSE has set April 21, 2023, as the ex-distribution date for this distribution.

### **Exercise Considerations**

DSX3 options will not call for delivery of the 7.0% Series D Cumulative Convertible Perpetual Preferred Shares. Call option holders who wish to receive the Preferred Shares in the distribution should exercise their options in sufficient time in advance of the contract adjustment to observe the election procedures. In all cases, it is the sole responsibility of persons holding call options seeking to receive the underlying securities to determine when to exercise their options.

### **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](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).