



Date: January 26, 2022

Subject: Exelon Corporation – Distribution
Option Symbols: EXC/2EXC
New Symbols: EXC1/2EXC1
Date: 02/02/2022
*** Update ***

Contract Adjustment

Effective Date: February 2, 2022

Option Symbols: EXC changes to EXC1
2EXC changes to 2EXC1

Strike Prices: No Change

Number of Contracts: No Change

Multiplier: 100 (e.g., a premium of 1.50 yields \$150; a strike of 60.00 yields \$6,000.00)

New Deliverable Per Contract:

- 1) 100 Exelon Corporation (EXC) Common Shares
- 2) Approximately 33 (New) Constellation Energy Corporation (CEG) Common Shares (subject to delayed settlement until the treatment of fractional shares is confirmed)
- 3) Cash in lieu of approximately 0.3333 fractional CEG Common Shares, if cash is paid in lieu of fractional shares (subject to delayed settlement)

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: EXC: 75%
CEG: 25%

CUSIPs: EXC: 30161N101
CEG: 21037T109

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.

Pricing

Until the number of CEG shares in the EXC1/2EXC1 deliverable and cash in lieu amount, if any, are determined, the underlying price for EXC1/2EXC1 will be determined as follows:

$$\text{EXC1} = \text{EXC} + 0.333333 (\text{CEG})$$

Delayed Settlement

The EXC component of the EXC1/2EXC1 deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the CEG component and cash portion of the EXC1/2EXC1 deliverable until the number of CEG shares in the EXC1/2EXC1 deliverable and the cash in lieu amount, if any, are determined. Upon determination of number of CEG shares in the EXC1/2EXC1 deliverable and the cash in lieu amount, if any are determined, OCC will require Put exercisers and Call assignees to deliver the appropriate number of CEG Common Shares and amount of cash, if any.

Background

Exelon Corporation (EXC) has announced a distribution of (New) Constellation Energy Corporation (CEG) Common Shares. The distribution ratio is approximately 0.333333 of a CEG share for each EXC share held. The record date is January 20, 2022; the payable date is February 1, 2022. The NASDAQ has set February 2, 2022, as the ex-distribution date for this distribution. The treatment of fractional shares is not known at this time.

Constellation Energy Corporation Common Shares began trading on a when issued basis on January 19, 2022 on NASDAQ under the trading symbol "CEGVV".

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. Clearing Members may contact Member Services at 1-800-544-6091 or, within Canada, at 1-800-424-7320, or email memberservices@theocc.com.