



**DATE:** FEBRUARY 9, 2021

**SUBJECT:** TECHNIPFMC PLC - DISTRIBUTION  
OPTION SYMBOL: FTI  
NEW SYMBOL: FTI1  
DATE: 02/16/2021

**CONTRACT ADJUSTMENT**

**EFFECTIVE DATE:** February 16, 2021

**OPTION SYMBOL:** FTI changes to FTI1

**STRIKE PRICES:** No Change

**NUMBER OF CONTRACTS:** No Change

**MULTIPLIER:** 100 (e.g., a premium of 1.50 yields \$150; a strike of 11.00 yields \$1,100.00)

**NEW DELIVERABLE PER CONTRACT**

- 1) 100 TechnipFMC plc (FTI) Ordinary Shares
- 2) 20 (New) Technip Energies ("SpinCo") American Depositary Shares (subject to delayed settlement until the trading status can be determined)

**SETTLEMENT ALLOCATION:** FTI: TBD  
SpinCo:TBD

**CUSIPS:** FTI: G87110105  
SpinCo: TBD

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**

The underlying price for FTI1 will be determined as follows:

$$FTI1 = FTI + 0.20 \text{ (SpinCo)}$$

## **DELAYED SETTLEMENT**

The FTI component of the FTI1 deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the SpinCo component of the FTI1 deliverable until the trading status of the SpinCo shares is determined. Upon determination of the SpinCo shares' trading status, OCC will require Put exercisers and Call assignees to deliver the appropriate number of SpinCo shares.

## **BACKGROUND**

TechnipFMC plc (FTI) has announced a distribution of (New) Technip Energies ("SpinCo") shares. The distribution ratio is 0.20 of SpinCo share for each FTI share held. The record date is February 17, 2021; the payable date is February 23, 2021. The NYSE has established February 16, 2021 as the ex-distribution date.

SpinCo ordinary shares will be listed on Euronext Paris. SpinCo intends to establish a sponsored American Depositary Receipt ("ADR") program in the United States as of the payable date. The ADRs are expected to begin trading on an over-the-counter market. There is no assurance as to when trading of the ADRs will begin.

FTI shareholders can utilize the Election Portal at [www.technipfmcspin.com](http://www.technipfmcspin.com) to elect to receive new shares via a French Custodian or to receive the new shares in ADR form. FTI Call option holders who do not wish to receive the SpinCo shares in ADR form in the distribution must exercise their options in sufficient time in advance of the contract adjustment to observe all conditions of the election.

## **POSSIBLE SETTLEMENT PROCEDURES**

OCC anticipates that if an OTC market develops for SpinCo ADRs, NSCC will accept transactions in the SpinCo ADRs which arise as a result of option exercise and assignment activity. In that event, FTI1 option exercise and assignment activity will settle in the normal fashion through NSCC. However, if a market does not develop or NSCC does not accept transactions in the SpinCo ADRs, OCC anticipates requiring broker to broker settlement for FTI1 options after the final distributions are determined.

If Clearing Members are unable to effect settlement of exercise/assignment activity on a broker-to-broker basis, pursuant to customary OCC broker to broker settlement procedures, OCC shall designate a new exercise settlement date and determine a cash value for the FTI shareholder entitlement to the distribution. Such determination is for the sole purpose of facilitating options exercises and assignments.

## **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).