



**THE FOUNDATION  
FOR SECURE  
MARKETS**

**#46898**

**DATE: APRIL 27, 2020**

**SUBJECT: MELLANOX TECHNOLOGIES, LTD. – CASH SETTLEMENT  
OPTION SYMBOL: MLNX  
DATE: 4/27/20**

On June 20, 2019, Shareholders of Mellanox Technologies, Ltd. (MLNX) voted concerning the proposed merger with a wholly-owned subsidiary of NVIDIA International Holdings Inc., a wholly-owned subsidiary of NVIDIA Corporation. The merger was approved and subsequently consummated before the open on April 27, 2020. As a result, each existing MLNX Common Share will be converted into the right to receive \$125.00 net cash per share, less withholdings if any.

NOTE: As stated in the MLNX Proxy Statement dated May 8, 2019 (“Proxy”), Mellanox Technologies, Ltd. submitted an application to the Israeli Tax Authority for a Withholding Ruling and requested that non-Israeli shareholders be exempt from withholding, provided that the shareholder provide the designated agent with the appropriate tax declaration regarding residency and satisfies other conditions as stated in the Proxy. Investors are referred to the MLNX Proxy for a complete discussion of relevant tax considerations. As indicated below, the deliverable of adjusted MLNX options are based on the merger consideration net of withholding taxes.

### **CONTRACT ADJUSTMENT**

**DATE:** April 27, 2020

**NEW DELIVERABLE PER CONTRACT:** \$12,500.00 Cash (\$125.00 x 100), less fees and withholdings, if any

**SETTLEMENT:** OCC will delay settlement of MLNX deliverable until the final cash merger consideration is confirmed. Once the final amount is determined, settlement in MLNX options will take place through OCC’s cash settlement system. Settlement will be accomplished by payment of the difference between the extended strike amount and the cash deliverable.

### **ACCELERATION OF EXPIRATIONS**

Pursuant to OCC Rule 807, equity stock option contracts whose deliverables are adjusted to call for cash-only delivery will be subject to an acceleration of the expiration dates for outstanding option series. (See OCC Information Memo 23988)

### **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).