



**THE FOUNDATION
FOR SECURE
MARKETS**

#43664

DATE: SEPTEMBER 13, 2018

**SUBJECT: UNITED STATES SHORT OIL FUND, LP ETF – LIQUIDATION/CASH
SETTLEMENT/ACCELERATION OF EXPIRATIONS
OPTION SYMBOL: DNO
DATE: 9/12/18**

On August 7, 2018, United States Commodity Funds LLC announced that it will terminate and subsequently liquidate various funds, including the United States Short Oil Fund, LP ETF (DNO). The last day of trading for the affected funds, including DNO, on the NYSE ARCA Exchange was September 6, 2018, and trading was suspended before the open, September 7, 2018. Since that time, DNO shares have been closed to purchase by investors.

Between September 6, 2018 and September 12, 2018, (the Liquidation Date), the process of closing down and liquidating the fund occurred. The final liquidation distribution is \$46.53836 per DNO share.

Contract Adjustment

The option symbol DNO will not change.

DATE: September 12, 2018

**NEW DELIVERABLE
PER CONTRACT: \$4,653.84 Cash (\$46.53836 x 100)**

SETTLEMENT: DNO exercise and assignment activity, which was subject to delayed settlement from September 7, 2018 through September 12, 2018, is no longer delayed.

Settlement in DNO 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 23707) Additionally, the exercise by exception (ex by ex) threshold for expiring series will be \$.01 in all account types.

All series of United States Short Oil Fund, LP ETF options whose expiration dates are after 9-21-2018 will have their expiration dates advanced to 9-21-2018. Expiration dates occurring before 9-21-2018 (e.g., Flex options) will remain unchanged.

All United States Short Oil Fund, LP ETF options will utilize a \$.01 exercise threshold.

Option Symbol: DNO

Existing Expiration: All months

New expiration date: 9-21-2018

Existing American-style United States Short Oil Fund, LP ETF options remain exercisable at the option of the holder prior to their expiration. Exercised options will continue to settle in two business days.

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 a panel of The OCC Securities Committee pursuant to OCC By-Laws, Article VI, Sections 11 and 11A. The adjustment panel is comprised of representatives from OCC and each exchange which trades the affected option. 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.