



**THE FOUNDATION  
FOR SECURE  
MARKETS**

**#43817**

**DATE: OCTOBER 10, 2018**

**SUBJECT: XCERRA CORPORATION - CASH IN LIEU SETTLEMENT  
ADJUSTED OPTION SYMBOL: COHU1**

Xcerra Corporation options and futures were adjusted on October 1, 2018 (See OCC Information Memo #43762). The new deliverable became 1) 21 Cohu, Inc. (COHU) Common Shares, 2) Cash in lieu of 0.09 fractional COHU shares, and 3) \$900.00 Cash. Only settlement of the cash portion of COHU1 options exercise/assignment activity was subject to delayed settlement.

OCC has been informed that a price of \$22.03 per whole COHU share will be used to determine the cash in lieu amount. Accordingly, the cash in lieu amount is:

$$0.09 \times \$22.03 = \$1.98 \text{ per COHU1 Contract}$$

Now that the exact cash in lieu amount has been determined, OCC will require Put exercisers and Call assignees, during the period of October 1, 2018 through October 10, 2018, to deliver the appropriate cash amount.

Terms of the COHU1 options are as follows:

New Deliverable Per Contract: 1) 21 Cohu, Inc. (COHU) Common Shares  
2) \$901.98 Cash (\$900.00 + \$1.98)

STRIKE PRICES: Unchanged

CUSIP: COHU: 192576106

MULTIPLIER: 100 (i.e., a premium of 1.50 yields \$150)

### **SETTLEMENT**

The COHU component of COHU1 exercise/assignment activity from October 1, 2018 through October 9, 2018, has settled through National Security Clearing Corporation (NSCC). The \$901.98 cash amount will be settled by OCC.

### **PRICING**

The underlying price for COHU1 options will be determined as follows:

$$\text{COHU1} = 0.21 (\text{COHU}) + 9.0198$$

For example, if COHU closes at 22.12, the COHU1 price would be calculated as follows:

$$\text{COHU1} = 0.21 (22.12) + 9.0198 = 13.67$$

## **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](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).