



**THE FOUNDATION
FOR SECURE
MARKETS®**

#54590

Date: May 15, 2024

Subject: American Equity Investment Life Holding Company - Determination of Deliverable/Cash in Lieu Settlement
Adjusted Option Symbol: BAM1

American Equity Investment Life Holding Company options were adjusted on May 3, 2024 (See OCC Information Memo #54537). The new deliverable became 1) 100 x a number of Brookfield Asset Management Ltd. (BAM) Class A Common Shares equal to the Exchange Ratio, calculated as described in the AEL/BAM Proxy Statement/Prospectus dated October 11, 2023 ("Proxy"), 2) Cash in lieu of fractional BAM shares, if any, and 3) Approximately \$3,885.00 Cash (\$38.85 x 100), subject to adjustment as described in the Proxy. Settlement of the BAM and cash components of BAM1 options exercise/assignment activity were subject to delayed settlement.

OCC has been informed that the final merger consideration is 0.45464 BAM shares and \$38.85 Cash per AEL share held.

OCC has been informed that a price of \$38.8221 per whole BAM share will be used to determine the cash in lieu amount. Accordingly, the cash in lieu amount is:

$$0.464 \times \$38.8221 = \$18.01 \text{ per BAM1 Contract}$$

Now that the final merger consideration and cash in lieu amount have been determined, OCC will require Put exercisers and Call assignees, during the period of May 3, 2024 through May 15, 2024, to deliver the appropriate number of BAM shares and appropriate cash amount.

Terms of the BAM1 options are as follows:

New Deliverable

Per Contract: 1) 45 Brookfield Asset Management Ltd. (BAM) Class A Common Shares
2) \$3,903.01 Cash (\$3,885.00 + \$18.01)

Strike Prices: Unchanged

CUSIP: BAM: 113004105

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

Settlement

The BAM component of BAM1 exercise/assignment activity, which was delayed from May 3, 2024 through May 14, 2024, will settle through National Security Clearing Corporation (NSCC). The \$3,903.01 cash amount will be settled by OCC.

Pricing

The underlying price for BAM1 options will be determined as follows:

$$\text{BAM1} = 0.45 (\text{BAM}) + 39.0301$$

For example, if BAM closes at 39.96, the BAM1 prices would be calculated as follows:

$$\text{BAM1} = 0.45 (39.96) + 39.0301 = 57.01$$

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, please email the Investor Education team at options@theocc.com. Clearing Member Firms of OCC may contact Member Services at 1-800-544-6091 or, within Canada, at 1-800-424-7320, or email memberservices@theocc.com.