

**Sorrento Therapeutics, Inc. - Conditional Stock Distribution****DESCRIPTION:**

Sorrento Therapeutics, Inc. (SRNE) has announced a Conditional Stock Dividend of Scilex Holding Company (SCLX) Common Shares (the "Dividend Stock") to SRNE record holders as of the close of business on January 9, 2023. The distribution ratio is approximately 0.1410365 of an SCLX share for each SRNE share held. Cash will be paid in lieu of fractional shares, if any.

The payable date is to be determined but will be no later than March 10, 2023 (the "Payment Date"). Payment of the dividend is conditioned upon SRNE's board of directors not revoking the dividend prior to the Payment Date. The Dividend Stock will be subject to certain transfer restrictions through May 11, 2023.

SRNE will not be quoted "ex-dividend" on the NASDAQ. On January 5, 2023, SRNE options will be adjusted to include the distributed shares of SCLX, if any.

Delayed Settlement

OCC will delay settlement of the SRNE and SCLX components of the SRNE1 deliverable until the final terms of the distribution have been finalized, including transfer restrictions, if any. OCC will delay settlement of the cash portion of the SRNE1 deliverable until the cash in lieu of fractional SCLX Common Shares, if any, is determined.

Contract Adjustments:

Pursuant to the By-Laws of the Options Clearing Corporation ("OCC"), the below options will be adjusted as follows.

Adjustment Date:	January 5, 2023
Option Symbol:	SRNE becomes SRNE1
Underlying Security:	SRNE remains SRNE
CUSIP:	83587F202, 80880W106
Contract Multiplier:	1
Strike Divisor:	1
New Multiplier:	100
Settlement Allocation:	40%, 60%
New Deliverable:	100 Sorrento Therapeutics, Inc. (SRNE) Common Shares Approximately 14 Scilex Holding Company (SCLX) Common Shares, conditioned upon SRNEs board of directors not revoking the dividend prior to the Payment Date Cash in lieu of fractional SCLX shares, if any

Pricing Considerations: Until the term of the distribution have been finalized, the underlying price for SRNE1 will be determined as follows:

$$\text{SRNE1} = \text{SRNE} + 0.1410365 (\text{SCLX})$$

Additional Exchange Info: Any resting orders in the above options in the BOX order book will be cancelled by the BOX Market Operations Center after the close on January 4, 2023.

Old Option Symbol	Old PutCall Code	Old Strike Price	Old Contract Date	New Option Symbol	New PutCall Code	New Strike Price	New Contract Date
SRNE	C/P	0.50	01/06/2023	SRNE1	C/P	0.50	01/06/2023

Old Option Symbol	Old PutCall Code	Old Strike Price	Old Contract Date	New Option Symbol	New PutCall Code	New Strike Price	New Contract Date
SRNE	C/P	1.00	01/06/2023	SRNE1	C/P	1.00	01/06/2023
SRNE	C/P	1.50	01/06/2023	SRNE1	C/P	1.50	01/06/2023
SRNE	C/P	2.00	01/06/2023	SRNE1	C/P	2.00	01/06/2023
SRNE	C/P	2.50	01/06/2023	SRNE1	C/P	2.50	01/06/2023
SRNE	C/P	0.50	01/13/2023	SRNE1	C/P	0.50	01/13/2023
SRNE	C/P	1.00	01/13/2023	SRNE1	C/P	1.00	01/13/2023
SRNE	C/P	1.50	01/13/2023	SRNE1	C/P	1.50	01/13/2023
SRNE	C/P	2.00	01/13/2023	SRNE1	C/P	2.00	01/13/2023
SRNE	C/P	2.50	01/13/2023	SRNE1	C/P	2.50	01/13/2023
SRNE	C/P	0.50	01/20/2023	SRNE1	C/P	0.50	01/20/2023
SRNE	C/P	1.00	01/20/2023	SRNE1	C/P	1.00	01/20/2023
SRNE	C/P	1.50	01/20/2023	SRNE1	C/P	1.50	01/20/2023
SRNE	C/P	2.00	01/20/2023	SRNE1	C/P	2.00	01/20/2023
SRNE	C/P	2.50	01/20/2023	SRNE1	C/P	2.50	01/20/2023
SRNE	C/P	3.00	01/20/2023	SRNE1	C/P	3.00	01/20/2023
SRNE	C/P	3.50	01/20/2023	SRNE1	C/P	3.50	01/20/2023
SRNE	C/P	4.00	01/20/2023	SRNE1	C/P	4.00	01/20/2023
SRNE	C/P	4.50	01/20/2023	SRNE1	C/P	4.50	01/20/2023
SRNE	C/P	5.00	01/20/2023	SRNE1	C/P	5.00	01/20/2023
SRNE	C/P	5.50	01/20/2023	SRNE1	C/P	5.50	01/20/2023
SRNE	C/P	7.00	01/20/2023	SRNE1	C/P	7.00	01/20/2023
SRNE	C/P	10.00	01/20/2023	SRNE1	C/P	10.00	01/20/2023
SRNE	C/P	12.00	01/20/2023	SRNE1	C/P	12.00	01/20/2023
SRNE	C/P	15.00	01/20/2023	SRNE1	C/P	15.00	01/20/2023
SRNE	C/P	17.00	01/20/2023	SRNE1	C/P	17.00	01/20/2023
SRNE	C/P	20.00	01/20/2023	SRNE1	C/P	20.00	01/20/2023
SRNE	C/P	22.00	01/20/2023	SRNE1	C/P	22.00	01/20/2023
SRNE	C/P	25.00	01/20/2023	SRNE1	C/P	25.00	01/20/2023
SRNE	C/P	27.00	01/20/2023	SRNE1	C/P	27.00	01/20/2023
SRNE	C/P	30.00	01/20/2023	SRNE1	C/P	30.00	01/20/2023
SRNE	C/P	32.00	01/20/2023	SRNE1	C/P	32.00	01/20/2023
SRNE	C/P	0.50	01/27/2023	SRNE1	C/P	0.50	01/27/2023
SRNE	C/P	1.00	01/27/2023	SRNE1	C/P	1.00	01/27/2023
SRNE	C/P	1.50	01/27/2023	SRNE1	C/P	1.50	01/27/2023
SRNE	C/P	2.00	01/27/2023	SRNE1	C/P	2.00	01/27/2023
SRNE	C/P	0.50	02/03/2023	SRNE1	C/P	0.50	02/03/2023
SRNE	C/P	1.00	02/03/2023	SRNE1	C/P	1.00	02/03/2023
SRNE	C/P	1.50	02/03/2023	SRNE1	C/P	1.50	02/03/2023
SRNE	C/P	0.50	02/10/2023	SRNE1	C/P	0.50	02/10/2023
SRNE	C/P	1.00	02/10/2023	SRNE1	C/P	1.00	02/10/2023
SRNE	C/P	1.50	02/10/2023	SRNE1	C/P	1.50	02/10/2023
SRNE	C/P	0.50	02/17/2023	SRNE1	C/P	0.50	02/17/2023
SRNE	C/P	1.00	02/17/2023	SRNE1	C/P	1.00	02/17/2023
SRNE	C/P	1.50	02/17/2023	SRNE1	C/P	1.50	02/17/2023
SRNE	C/P	2.00	02/17/2023	SRNE1	C/P	2.00	02/17/2023

Old Option Symbol	Old PutCall Code	Old Strike Price	Old Contract Date	New Option Symbol	New PutCall Code	New Strike Price	New Contract Date
SRNE	C/P	0.50	03/17/2023	SRNE1	C/P	0.50	03/17/2023
SRNE	C/P	1.00	03/17/2023	SRNE1	C/P	1.00	03/17/2023
SRNE	C/P	1.50	03/17/2023	SRNE1	C/P	1.50	03/17/2023
SRNE	C/P	2.00	03/17/2023	SRNE1	C/P	2.00	03/17/2023
SRNE	C/P	2.50	03/17/2023	SRNE1	C/P	2.50	03/17/2023
SRNE	C/P	3.00	03/17/2023	SRNE1	C/P	3.00	03/17/2023
SRNE	C/P	3.50	03/17/2023	SRNE1	C/P	3.50	03/17/2023
SRNE	C/P	4.00	03/17/2023	SRNE1	C/P	4.00	03/17/2023
SRNE	C/P	4.50	03/17/2023	SRNE1	C/P	4.50	03/17/2023
SRNE	C/P	5.00	03/17/2023	SRNE1	C/P	5.00	03/17/2023
SRNE	C/P	5.50	03/17/2023	SRNE1	C/P	5.50	03/17/2023
SRNE	C/P	0.50	06/16/2023	SRNE1	C/P	0.50	06/16/2023
SRNE	C/P	1.00	06/16/2023	SRNE1	C/P	1.00	06/16/2023
SRNE	C/P	1.50	06/16/2023	SRNE1	C/P	1.50	06/16/2023
SRNE	C/P	2.00	06/16/2023	SRNE1	C/P	2.00	06/16/2023
SRNE	C/P	2.50	06/16/2023	SRNE1	C/P	2.50	06/16/2023
SRNE	C/P	3.00	06/16/2023	SRNE1	C/P	3.00	06/16/2023
SRNE	C/P	3.50	06/16/2023	SRNE1	C/P	3.50	06/16/2023
SRNE	C/P	0.50	01/19/2024	SRNE1	C/P	0.50	01/19/2024
SRNE	C/P	1.00	01/19/2024	SRNE1	C/P	1.00	01/19/2024
SRNE	C/P	1.50	01/19/2024	SRNE1	C/P	1.50	01/19/2024
SRNE	C/P	2.00	01/19/2024	SRNE1	C/P	2.00	01/19/2024
SRNE	C/P	2.50	01/19/2024	SRNE1	C/P	2.50	01/19/2024
SRNE	C/P	3.00	01/19/2024	SRNE1	C/P	3.00	01/19/2024
SRNE	C/P	3.50	01/19/2024	SRNE1	C/P	3.50	01/19/2024
SRNE	C/P	4.00	01/19/2024	SRNE1	C/P	4.00	01/19/2024
SRNE	C/P	4.50	01/19/2024	SRNE1	C/P	4.50	01/19/2024
SRNE	C/P	5.00	01/19/2024	SRNE1	C/P	5.00	01/19/2024
SRNE	C/P	5.50	01/19/2024	SRNE1	C/P	5.50	01/19/2024
SRNE	C/P	7.00	01/19/2024	SRNE1	C/P	7.00	01/19/2024
SRNE	C/P	10.00	01/19/2024	SRNE1	C/P	10.00	01/19/2024
SRNE	C/P	12.00	01/19/2024	SRNE1	C/P	12.00	01/19/2024
SRNE	C/P	15.00	01/19/2024	SRNE1	C/P	15.00	01/19/2024
SRNE	C/P	0.50	01/17/2025	SRNE1	C/P	0.50	01/17/2025
SRNE	C/P	1.00	01/17/2025	SRNE1	C/P	1.00	01/17/2025
SRNE	C/P	1.50	01/17/2025	SRNE1	C/P	1.50	01/17/2025
SRNE	C/P	2.00	01/17/2025	SRNE1	C/P	2.00	01/17/2025
SRNE	C/P	2.50	01/17/2025	SRNE1	C/P	2.50	01/17/2025
SRNE	C/P	3.00	01/17/2025	SRNE1	C/P	3.00	01/17/2025
SRNE	C/P	3.50	01/17/2025	SRNE1	C/P	3.50	01/17/2025
SRNE	C/P	4.00	01/17/2025	SRNE1	C/P	4.00	01/17/2025
SRNE	C/P	4.50	01/17/2025	SRNE1	C/P	4.50	01/17/2025
SRNE	C/P	5.00	01/17/2025	SRNE1	C/P	5.00	01/17/2025
SRNE	C/P	7.00	01/17/2025	SRNE1	C/P	7.00	01/17/2025

Disclaimer: This Information Memo summarizes corporate events affecting listed options. No warranty of accuracy or completeness is given with respect to the summary. Option series information is based on series existing at OCC at the time this Memo was generated.

Contact Information: Questions regarding this memo can be addressed to the BOX Market Operations Center at 617-235-2291 or toll free at 1-866-768-8845 or emailed to boxmoc@boxoptions.com.