Effective January 15, 2020, the Pan American Silver Corporation Contingent Value Rights started trading on an OTC market under the ticker symbol “PAASF”. Now that the trading status has been determined, the PAASF component of the PAAS1 deliverable will no longer be subject to delayed settlement.

On January 8, 2019, Shareholders of Tahoe Resources Inc. (TAHO) voted concerning the proposed Arrangement with Pan American Silver Corporation (PAAS). In addition to electing to receive the Initial Consideration in either Cash or Shares, TAHO shareholders were also entitled to a Contingent Consideration of 1 transferrable CVR, payable as described in the Management Information Circular dated December 4, 2018 (“Circular”). The subsequent merger was approved and subsequently consummated before the open on February 22, 2019.

The non-electing consideration was determined to be 0.19292199 Pan American Silver Corporation (PAAS) Common Shares, $0.67034670 Cash plus 1 Contingent Value Right (CVR) per TAHO share held.

On September 30, 2019, the cash in lieu portion of the PAAS1 deliverable was determined to be $4.13 per PAAS1 contract. (See OCC Information Memo #45722 for the cash in lieu settlement information.)

**CONTRACT ADJUSTMENT**

DATE: February 22, 2019

OPTION SYMBOL: 2/22/19 – TAHO remained TAHO (with adjusted deliverable described below)

2/25/19 – TAHO became PAAS1

STRIKE DIVISOR: 1

CONTRACT MULTIPLIER: 1

NEW MULTIPLIER: 100 (e.g., for premium or strike price extensions, 1.00 equals $100)
NEW DELIVERABLE
PER CONTRACT:
1) 19 Pan American Silver Corporation (PAAS) Common Shares
2) $71.16 Cash
3) 100 Pan American Silver Corporation (PAASF) Contingent Value Rights (no longer subject to delayed settlement)

CUSIPS:
PAAS: 697900108
PAASF: 697900132

SETTLEMENT

The PAAS component of PAAS1 exercise/assignment activity from February 22, 2019 through January 15, 2020, settled through National Security Clearing Corporation (NSCC). The $71.16 cash amount was settled by OCC. The Contingent Value Rights component of the PAAS1 deliverable, which has been subject to delayed settlement from February 22, 2019 to January 15, 2020, will now settle through the National Security Clearing Corporation (NSCC). Now that the trading status of the CVR portion of the PAAS1 deliverable has been determined, OCC will require Put exercisers and Call assignees to deliver the appropriate number of CVRs.

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. Clearing Members may contact Member Services at 1-800-544-6091 or, within Canada, at 1-800-424-7320, or email memberservices@theocc.com.