DATE: SEPTEMBER 30, 2019

SUBJECT: TAHOE RESOURCES INC. – CASH IN LIEU SETTLEMENT ADJUSTED OPTION SYMBOL: PAAS1
*** REMINDER ***

Tahoe Resources Inc. options were adjusted on February 22, 2019 (See OCC Information Memo #44640). The new deliverable became 1) 19 Pan American Silver Corporation (PAAS) Common Shares, 2) Cash in lieu of 0.292199 fractional PAAS shares, 3) $67.03 Cash ($0.67034670 x 100), and 4) 100 Contingent Value Rights (CVR). Settlement of the cash portion and contingent value right portion of PAAS1 options exercise/assignment activity were subject to delayed settlement.

OCC was informed that a price of $14.149 per whole PAAS share was to be used to determine the cash in lieu amount. Accordingly, the cash in lieu amount was:

\[ 0.292199 \times 14.149 = 4.13 \text{ per PAAS1 Contract} \]

The trading status of the Contingent Value Rights has not yet been determined.

Once the exact cash in lieu amount was determined, OCC required Put exercisers and Call assignees, during the period of February 22, 2019 through September 27, 2019, to deliver the appropriate cash amount.

Terms of the PAAS1 options are as follows:

New Deliverable Per Contract: 1) 19 Pan American Silver Corporation (PAAS) Common Shares 2) $71.16 Cash ($67.03 + $4.13) 3) 100 Contingent Value Rights (CVR) (subject to delayed settlement)

STRIKE PRICES: Unchanged

CUSIPS: PAAS: 697900108
Contingent Value Right: 697900132

SETTLEMENT ALLOCATION PAAS: 95%
Contingent Value Right: 5%

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

DELAYED SETTLEMENT
The PAAS component of PAAS1 exercise/assignment activity from February 22, 2019 through September 27, 2019, settled through National Security Clearing Corporation (NSCC). The $71.16 cash amount was settled by OCC. OCC will continue to delay settlement of the Contingent Value Rights portion of the PAAS1 deliverable until the trading status of the CVRs is determined. Upon determination of the trading status of the CVRs, OCC will require Put exercisers and Call assignees to deliver the 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.