



**CIRCULAR 035-19**  
**February 26, 2019**

**FINAL CONTRACT ADJUSTMENT**  
**Tahoe Resources Inc. (THO)**  
**Plan of Arrangement**

**THE FOLLOWING INFORMATION IS PREPARED FOR THE CONVENIENCE OF CANADIAN DERIVATIVES CLEARING CORPORATION (CDCC) MEMBERS AND BOURSE DE MONTRÉAL INC. (THE BOURSE) APPROVED PARTICIPANTS. THIS DOCUMENT IS AN UNOFFICIAL SUMMARY OF CERTAIN TERMS OF THE AFOREMENTIONED ADJUSTMENT. CDCC AND THE BOURSE ACCEPT NO RESPONSIBILITY FOR THE ACCURACY OR COMPLETENESS OF THE SUMMARY. CDCC MEMBERS AND BOURSE APPROVED PARTICIPANTS MUST ENSURE THEY HAVE REVIEWED THE DOCUMENTATION PUBLISHED BY THE ISSUERS INVOLVED IN THIS CORPORATE ACTION.**

The Bourse and CDCC wish to inform you that Pan American Silver Corporation (“Pan American Silver” or “the Company”) has received all required regulatory, shareholder and court approvals and acquired all of the issued and outstanding shares of Tahoe Resources Inc. (“Tahoe”).

Pursuant to the terms of the Arrangement, shareholders of Tahoe will receive 0.1929 common shares of Pan American Silver, a cash consideration of USD \$0.67, and 1 Pan American Silver contingent value right (“CVR”) for each issued and outstanding common share held.

The contingent consideration in the form of CVRs will be exchanged for 0.0497 Pan American shares for each Tahoe share, payable as described in the Management Information Circular dated December 4, 2018. The CVRs will be transferable and have a term of 10 years.

The common shares of Tahoe will be delisted from the Toronto Stock Exchange at the close of business on February 26, 2019.

**CDCC - Adjustment Details - THO Options:**

Pursuant to the Terms of Adjustment provided in Section A-902 of the Rules of CDCC, all Tahoe Resources Inc. options will be adjusted as follows:

- **EFFECTIVE DATE: February 27, 2019**
- **OPTIONS SYMBOL: THO will become PAAS1**
- **NUMBER OF CONTRACTS: Unchanged**
- **MULTIPLIER: 100**
- **DELIVERABLE PER CONTRACT: 19 Pan American Silver Corp. common shares, 100 Pan American Silver Corp. CVRs (CUSIP 697900 13 2), a cash consideration of USD \$0.67 and a cash consideration in lieu of 0.29 (100 x 0.0029) Pan**

American Silver Corp common shares. A follow-up circular will confirm the amount.

**\*\*\* DELAYED SETTLEMENT \*\*\***

CDCC will delay settlement of the CVR component of the PAAS1 deliverable until the trading status of the CVRs is determined.

- **STRIKE PRICES:** Unchanged
- **POSITION AND EXERCISE LIMITS:** The position and exercise limits will not change, it will remain 250 000 contracts.
- **NEW CUSIP:** 69790010 8

CDCC will not accept escrow receipts on these adjusted series.

**Bourse de Montréal Inc. Adjustment Details - THO Options:**

It is important to note that on the effective date mentioned above, all open orders on this option class **will not be automatically modified** to reflect the plan of arrangement and will therefore have to **be re-entered** into the Montreal Automated System (SAM) by the approved participants.

The existing series of THO options class will be transferred to the PAAS1 options class representing the new deliverable.

<b>Tahoe Resources Inc.</b>		
Actual Strike Prices	Actual Class Symbol	New class symbol
\$ 2.00	THO	PAAS1
\$ 2.50	THO	PAAS1
\$ 3.00	THO	PAAS1
\$ 3.50	THO	PAAS1
\$ 4.00	THO	PAAS1
\$ 4.50	THO	PAAS1
\$ 5.00	THO	PAAS1
\$ 5.50	THO	PAAS1
\$ 6.00	THO	PAAS1
\$ 6.50	THO	PAAS1
\$ 7.00	THO	PAAS1
\$ 8.00	THO	PAAS1

Please note that only closing transactions will be permitted on the adjusted class. Actual series that do not have open interest will not be adjusted.



**PLEASE ENSURE THAT ALL CLIENTS WHO HAVE EITHER LONG OR SHORT POSITIONS IN THIS OPTION CLASS ARE ADVISED OF THIS NOTICE.**

For further information, please contact Market Operations Department at (514) 871-7877. Clearing members may contact the CDCC Corporate Operations Department.

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Financial Markets