



**THE FOUNDATION
FOR SECURE
MARKETS®**

#57233

Date: September 10, 2025

Subject: MAG Silver Corporation (Election Merger) - Contract Adjustment
Option Symbol: 09/04/2025 - MAG remained MAG
09/05/2025 - MAG became PAAS1
Date: 09/04/2025
* * * Correction * * *

On July 10, 2025, Shareholders of MAG Silver Corporation (MAG) voted concerning the proposed merger with Pan American Silver Corporation (PAAS). The merger was approved and subsequently consummated before the open on September 4, 2025.

Update: The Non-Electing Consideration has been finalized at 0.58844257 Pan American Silver Corporation (PAAS) Common Shares, with fractional shares rounded down to the nearest whole share, plus \$0.0001 and \$4.52837757 Cash per each MAG Common Share.

The Merger: Aggregate Terms

The aggregate consideration paid to all Shareholders consists of US\$500 million in cash and the remaining consideration paid in Pan American Shares.

The Merger: Individual Share Elections

Within the terms of the Merger, individual MAG Shareholders may:

- Elect to receive \$20.54 in cash ("Cash Consideration"). The Cash Consideration is subject to proration. OR,
- Elect to receive 0.755 Pan American Silver Corporation (PAAS) Common Shares plus \$0.0001 Cash per each MAG Common Share ("Share Consideration"). Fractional shares will be rounded up or down to the closest whole number and the aggregate cash amount will be rounded up to the nearest whole cent. The Share Consideration is subject to proration. OR,
- Register no preference by not making an election ("Non-Electing Consideration"). Under the terms of the election, shares which are not subject to an effective election will be treated as non-electing shares and converted into the right to receive the Share Consideration.

Contract Adjustment

Date: September 4, 2025

Option Symbol: 09/04/2025 - MAG remained MAG (with adjusted deliverable described below)

09/05/2025 - MAG changed to PAAS1

Strike Divisor: 1

Contract Multiplier: 1

New Multiplier: 100 (e.g., a premium or strike price extensions, 1.00 yields \$100)

New Deliverable Per Contract: The deliverable for adjusted MAG options will be BASED ON THE MERGER CONSIDERATION WHICH ACCRUES TO NON-ELECTING MAG SHAREHOLDERS (stated in terms of a current 100-Share deliverable).

1) 58 Pan American Silver Corporation (PAAS) Common Shares
2) **\$452.85 Cash** ($100 \times (\$0.0001 + \$4.52837757)$)

CUSIP: PAAS: 697900108

Pricing

The underlying price for PAAS1 will be determined as follows:

$$\text{PAAS1} = 0.58 (\text{PAAS}) + 4.5285$$

For example, if PAAS closes at 35.40, the PAAS1 price would be calculated as follows:

$$\text{PAAS1} = 0.58 (35.40) + 4.5285 = 25.06$$

Settlement

The PAAS and cash components of the PAAS1 deliverable, which were delayed from September 4, 2025 through September 8, 2025, are no longer delayed effective September 9, 2025. **The PAAS component of the PAAS1 deliverable will settle through the National Securities Clearing Corporation (NSCC), the \$452.85 cash amount will be settled by OCC.**

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 memberservies@theocc.com.