

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.



NOTICE TO MEMBERS

No. 2023 - 104

September 1, 2023

FINAL CONTRACT ADJUSTMENT Home Capital Group Inc. (HCG) Plan of Arrangement

The Bourse and CDCC wish to inform you that Smith Financial Corporation (“SFC”) and Home Capital Group Inc. (TSX: HCG) (“Home Capital”) announced on August 31, 2023, the completion of their previously announced plan of arrangement.

Pursuant to the Arrangement, SFC has agreed to acquire the issued and outstanding common shares of Home Capital that SFC does not already own for CAD \$44.00 in cash per share (the “Purchase Price”). Since the Arrangement did not close on or prior to May 20, 2023, the Purchase Price will be increased by an amount equal to CAD \$0.00273973 per share in cash per day up to and including the day prior to the closing of the Arrangement (equivalent to approximately \$0.25 per share for every three-month delay beyond May 20, 2023). Completion of the Arrangement on August 31, 2023 will result in a Purchase Price of CAD \$44.28 in cash per share.

The common shares of Home Capital Group Inc. will be delisted from the Toronto Stock Exchange at the close of business on September 1, 2023.

CDCC - Adjustment Details:

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

- **EFFECTIVE DATE:** September 5, 2023
- **OPTIONS SYMBOL:** HCG will become HCG1
- **NUMBER OF CONTRACTS:** Unchanged
- **MULTIPLIER:** 100
- **NEW DELIVERABLE PER CONTRACT:** A cash consideration of CAD \$4428.00
- **STRIKE PRICES:** Unchanged



- **NEW CUSIP :** NOTACUSIP
- **POSITION AND EXERCISE LIMITS:** Position and exercise limits will remain at 75,000 contracts

CDCC will not adjust any outstanding escrow receipts.

ACCELERATED EXPIRY

Please note that on September 15, 2023, an acceleration of the expiration dates for all outstanding option series will be applied.

Home Capital Group Inc. (HCG) – HCG1

Existing American-style Home Capital Group Inc. options remain exercisable at the option of the holder prior to the accelerated expiration date (September 15, 2023). Exercised options will continue to settle in two business days.

The Bourse - Adjustment Details:

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 HCG options class will be transferred to the HCG1 options class representing the new deliverable.

Actual Class Symbol	New Class Symbol
HCG	HCG1

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 the Market Operations Department at (514) 871-7877. Clearing members may contact the CDCC Business Operations Department.

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CDCC