

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.



CIRCULAR 013-23
January 18, 2023

FINAL CONTRACT ADJUSTMENT
The Valens Company Inc. (VLNS)
Plan of Arrangement

The Bourse and CDCC wish to inform you that SNDL Inc. (NASDAQ: SNDL) ("SNDL") and The Valens Company Inc. (TSX: VLNS) (NASDAQ: VLNS) ("Valens") announced on January 17, 2023, the completion of their previously announced plan of arrangement.

Pursuant to the terms of the Plan of Arrangement, The Valens Company Inc. shareholders will receive 0.3334 SNDL shares for each issued and outstanding Valens common share held.

The common shares of The Valens Company Inc. will be delisted from the Toronto Stock Exchange at the close of business on January 18, 2023.

CDCC - Adjustment Details:

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

- **EFFECTIVE DATE:** January 19, 2023
- **OPTIONS SYMBOL:** VLNS will become VLNS1
- **NUMBER OF CONTRACTS:** Unchanged
- **MULTIPLIER:** 100
- **NEW DELIVERABLE PER CONTRACT:** 33 common shares of SNDL Inc., and a cash consideration equivalent to 0.34 (100 x 0.0034) of a SNDL Inc. share.

A follow-up circular will confirm the amount.

- **STRIKE PRICES:** Unchanged
- **NEW CUSIP :** 83307B 10 1

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

CDCC will not adjust any outstanding escrow receipts.

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 options class VLNS will be transferred to the VLNS1 options class representing the new deliverable.

Actuel Class Symbol	New Class Symbol
VLNS	VLNS1

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 Corporate Operations Department.

Antonio Discenza
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