

NOTICE OF THE AUTHORIZATION AND PROPOSED SETTLEMENT OF THE THE STARS GROUP INC. (FORMERLY AMAYA) SECURITIES CLASS ACTION

Read this Notice carefully as it may affect your legal rights

This notice is directed to all persons and entities, excluding certain persons associated with the Defendants, who acquired securities of THE STARS GROUP INC. (“TSGI”) between March 31, 2014 and March 22, 2016 (collectively, the “Class” or “Class Members”).

IF YOU ARE A CLASS MEMBER IN THE CLASS ACTION, PLEASE READ THE FOLLOWING CAREFULLY AS IT MAY AFFECT YOUR LEGAL RIGHTS. YOU MUST OPT OUT IF YOU DO NOT WANT TO BE BOUND BY THE CLASS ACTION

The parties have reached a proposed settlement (“Agreement”) without any admission of liability on the part of the Defendants, subject to the approval by the Superior Court. The Defendants have denied and continue to deny each and all of the claims and allegations of wrongdoing made by the Plaintiff in the Class Action. This notice provides a summary of the Agreement.

THE AUTHORIZATION JUDGMENT

On January 21, 2020, the Honourable Justice Suzanne Courchesne of the Superior Court of Québec authorized the bringing of a class action in Court File No. 500-06-000785-168 (“Class Action”) for settlement purposes only.

Pierre Derome

v.

The Stars Group Inc. et al.

The Class is defined as follows:

- i) “**Primary Market Sub-Class**”: all persons and entities, wherever they may reside or may be domiciled, other than Excluded Persons, who, during the Class Period, purchased TSGI’s securities in an Offering and held all or some of those securities until at least March 23, 2016;

- ii) “**Secondary Market Sub-Class**”: all persons and entities, wherever they may reside or may be domiciled, other than Excluded Persons, who, during the Class Period, purchased TSGI’s securities in the secondary market and held all or some of those securities until at least March 23, 2016, and who:

- are residents in Canada or were residents in Canada at the time of such acquisitions regardless of the location of the exchange on which they acquired TSGI's securities; or
- acquired TSGI's securities in the secondary market in Canada or elsewhere, other than in the United States;

You are automatically a Class Member if you meet the description above. However, the Defendants, members of the immediate families of David Baazov, Daniel Y. Sebag, Divyesh Gadhia, Harlan W. Goodson and Wesley K. Clark, and the directors, officers, subsidiaries and affiliates of TSGI and its subsidiaries **are excluded from the Class**.

The Court has identified the issue as: Did the Defendants make misrepresentations and omissions of material fact in TSGI’s public filings and statements regarding its business practices?

THE NATURE OF THE CLAIMS ASSERTED

The Plaintiff commenced the Class Action alleging, essentially, misrepresentations of material facts relating to business practices and public filings and statements.

Defendants dispute the allegations in the claim. This Notice does not mean that the Court has found liability or a likelihood of recovery on the part of any Class Member. In fact, the Defendants have denied and continue to deny each and all of the claims and allegations of

wrongdoing made by the Plaintiff in the Class Action.

The authorized causes of action for the purposes of settlement are:

- i) a statutory primary market claim for misrepresentations pertaining to public offerings under art. 217 *et seq.* of the Québec *Securities Act*, CQLR C V-1.1, as amended (the “**QSA**”);
- ii) a statutory secondary market claim for misstatements and omissions of material facts under art. 225.4 *et seq.* of the QSA; and
- iii) a civil law claim under art. 1457 of the *Civil Code of Québec*.

THE TERMS OF THE PROPOSED SETTLEMENT

An amount of CDN \$30 million will be paid (“Settlement Amount”), which shall definitively and permanently resolve, settle and release and discharge all claims asserted, or which could have been asserted, against the Defendants by the Plaintiff on his own behalf and/or on behalf of the Class. The settlement for the Class, less the lawyers’ fees and disbursements, administrator’s expenses, and taxes, if approved by the Court, will be distributed to the Class on a *pro rata* basis. Distributions to Québec Class Members will be subject to the levy for the “Fonds d’aide aux actions collectives”. The Agreement may be viewed at <http://faguyco.com/en/portfolio/amaya-class-action>.

LAWYERS’ FEES, DISBURSEMENTS AND TAXES

Counsel for the Class Members will ask the Superior Court to approve legal fees in the amount of twenty-five (25) percent of the Settlement Amount, plus disbursements, plus taxes.

OPTING OUT

If you do not wish to participate in the Class Action or receive any benefits from the Agreement, you must opt out by the end of sixty (60) days following the publication of the Short Form Notice. Sixty (60) days from January 21, 2020 is March 25, 2020.

The opt-out form and instructions are available at <http://faguyco.com/en/portfolio/amaya-class-action/> and/or www.amayasecuritiessettlementcanada.com.

If you do wish to participate in the Class Action or receive benefits from the Agreement, you are not required to take any further action.

However, should you decide to opt-out, and do so, you will be required to take an individual action at your own cost in order to be indemnified by Defendants for any individual cause of action you may have against them.

OBJECTIONS

At the hearing, the Superior Court will consider any objections to the Agreement by the Class Members if the objections are submitted in writing, by prepaid mail or e-mail to: Jonathan Nuss, Cabinet d’avocats NOVAlex Inc., 1195, rue Wellington, Suite 301, Montréal (Québec) H3C 1W1, email: jnuss@novalex.com, Attention: The Stars Group Class Action. Class

Members who wish to object must do so before the end of sixty (60) days following the publication of the notice. Sixty (60) days from January 21, 2020 is March 25, 2020.

A written objection can be submitted in English or French and must include the following information:

- (a) the objector’s full name, current mailing address, telephone number, fax number and email address (as may be available);
- (b) the number of shares purchased during and held at the close of the class period (March 22, 2016), along with all relevant transaction records;
- (c) a brief statement of the nature of and reasons for the objection; and

(d) whether the objector intends to appear at the hearing in person or by counsel, and, if by counsel, the name, address, telephone number, fax number and email address of counsel.

THE APPROVAL HEARING

The Superior Court of Quebec will be asked to approve the Agreement, Second Notice, and the lawyers' fees, disbursements, expenses and taxes at a **hearing to be held on April 7, 2020 at 9:30 a.m. in room 2.08 at the courthouse located at 1 Notre Dame Street East, Montreal, Québec**. Class Members who do not oppose the Agreement are not required to appear at the hearing or take any other action at this time to indicate their desire to participate in the proposed settlement. Class Members who consider it desirable or necessary to seek the advice and guidance of their own lawyers may do so at their own expense.

ADDITIONAL INFORMATION

This Notice has been approved by the Superior Court of Québec. The Judgment of the Court and other information in both languages are available on Class Counsel's website at <http://faguyco.com/portfolio-amaya-class-action> and/or www.amayasecuritiessettlementcanada.com.

Questions relating to the Class Action may be directed to Class Counsel:

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Faguy & Co.
329 de la Commune St. W., Suite 200
Montréal, Quebec, Canada H2Y 2E1
Tel: 514-285-8100 ext. 225
Email: classactions@faguyco.com

or

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21 St Clair Ave, Ste 1102
Tel : 647-344-1900 x2
Toronto, Ontario M4T 1L9
Email : ekarp@morgantico.com

Note that the Court offices cannot answer any questions about the matters in this Notice.

NOTICE TO BROKERAGE FIRMS

Please deliver this Notice by email to your clients who purchased TSGI's securities during the Class Period and for whom you have or can acquire valid email addresses. If you have clients who purchased these securities during the Class Period for whom you do not have or cannot obtain valid email addresses, please contact Trilogy Class Action Services to obtain hard copies of this Notice for the purpose of mailing (by regular mail) the Notice to those clients.

Trilogy Class Action Services
Amaya Securities Class Action Settlement
117 Queen Street, P.O. Box 1000,
Niagara-on-the-Lake, ON, Canada
Tel : 1-877-400-1211
Email : inquiry@trilogyclassactions.ca

The publication of this Notice was authorized by the Superior Court of Québec. Questions about matters in this notice should NOT be directed to the Superior C

