

UNITED STATES DISTRICT COURT  
FOR THE SOUTHERN DISTRICT OF NEW YORK

IN RE: SUNEDISON, INC. SECURITIES  
LITIGATION

Civil Action No. 1:16-md-2742-PKC

This Document Relates To:

*Horowitz et al. v. SunEdison, Inc. et al.*,  
Case No. 1:16-cv-07917-PKC

**NOTICE OF (I) PROPOSED SETTLEMENT AND PLAN OF ALLOCATION; (II) SETTLEMENT HEARING;  
AND (III) MOTION FOR ATTORNEYS' FEES AND LITIGATION EXPENSES**

**If you: purchased or otherwise acquired the common stock of SunEdison, Inc. (NYSE ticker: SUNE, CUSIP: 86732Y109), from after the close of trading on September 2, 2015 through and including April 3, 2016, and were damaged thereby, or**

**you purchased or otherwise acquired shares of SunEdison preferred stock (CUSIP: 86732Y208) from August 18, 2015 through and including November 9, 2015, and were damaged thereby,**

**you may be entitled to receive money from a class action settlement.**

**A Federal Court authorized this notice. This is not a solicitation from a lawyer.**

**NOTICE OF SETTLEMENT:** The Court-appointed representatives for the Court-certified Class (as defined in ¶ 31 below), Lead Plaintiff Municipal Employees' Retirement System of Michigan ("MERS") and Named Plaintiff Arkansas Teacher Retirement System ("ATRS," and together with MERS, "Plaintiffs"), on behalf of themselves and the Class, have reached a proposed settlement of the above-captioned securities class action with the SunEdison Defendants<sup>1</sup> and Underwriter Defendants<sup>2</sup> in exchange for a cash payment of \$74 million with a potential additional supplemental payment of up to \$2 million. If the Settlement is approved, it will resolve all claims asserted in the Action against the Defendants and bring the Action to an end.<sup>3</sup>

**PLEASE READ THIS NOTICE CAREFULLY. It explains important rights you may have, including the possible receipt of cash from the Settlement. If you are a member of the Class, your legal rights will be affected whether or not you act.**

**If you have any questions about this notice, the proposed Settlement, or your eligibility to participate in the Settlement, please DO NOT contact the Court, the Clerk's office, Defendants, or their counsel. All questions should be directed to Lead Counsel or the Claims Administrator (see ¶ 72 below).**

1. **Description of the Action and the Class:** This notice relates to a proposed settlement of claims in a pending securities class action brought by investors alleging that Defendants violated the federal securities laws by, among other things, making false and misleading statements regarding the financial condition of SunEdison, Inc. ("SunEdison" or the "Company") or were statutorily liable for false and misleading statements in the offering materials for the August 2015 offering of SunEdison preferred stock. A more detailed description of the Action is set forth in ¶¶ 12-30 below. If the Court approves the proposed Settlement, the claims asserted in the Action against Defendants will be dismissed with prejudice and members of the Class (defined in ¶ 31 below) will settle and release the applicable Released Class Claims, as discussed in ¶¶ 41-43 below).

2. **Statement of the Class's Recovery:** Subject to Court approval, Plaintiffs, on behalf of themselves and the Class, have agreed to settle the Action in exchange for a cash payment of \$74,000,000, plus a contingent Supplemental Payment of up to \$2,000,000 more (as discussed in ¶ 33 below) (collectively, the "Settlement Amount"). The Net Settlement Fund (*i.e.*, the Settlement Amount plus any and all interest earned thereon (the "Settlement Fund") less (i) any Taxes, (ii) any and all Notice and Administration Costs, (iii) any attorneys' fees awarded by the Court; (iv) any Litigation Expenses awarded by the Court; and (v) any other costs or fees approved by the Court) will be distributed in accordance with a plan of allocation that is approved by the Court, which will determine how the Net Settlement Fund shall be allocated among members of the Class. The proposed plan of allocation (the "Plan of Allocation") is set forth on pages 11 to 16 below.

3. **Estimate of Average Amount of Recovery Per Common or Preferred Share:** Based on Plaintiffs' damages expert's estimates of the number of shares of SunEdison common and preferred stock purchased during the respective Class Periods that may have been affected by the

<sup>1</sup> The "SunEdison Defendants" are Ahmad Chatila, Brian Wuebbers, Antonio Alvarez, Clayton Daley, Randy Zwirn, James Williams, Georganne Proctor, Steven Tesoriere, Peter Blackmore, and Emmanuel Hernandez.

<sup>2</sup> The "Underwriter Defendants" are Goldman Sachs & Co. LLC (f/k/a Goldman, Sachs & Co.), Merrill Lynch, Pierce, Fenner & Smith Inc., Deutsche Bank Securities Inc., Morgan Stanley & Co. LLC, J.P. Morgan Securities LLC, Macquarie Capital (USA), Inc., and MCS Capital Markets LLC. The SunEdison Defendants and Underwriter Defendants are collectively referred to as "Defendants."

<sup>3</sup> The terms and provisions of the Settlement are contained in the Stipulation and Agreement of Settlement dated July 11, 2019 (the "Stipulation"). The Stipulation can be viewed at [www.SunEdisonSecuritiesLitigation.com](http://www.SunEdisonSecuritiesLitigation.com). Any capitalized terms used in this notice that are not otherwise defined shall have the meanings given to them in the Stipulation.

conduct alleged in the Action, and assuming that all eligible Class Members elect to participate in the Settlement, the estimated average recovery (before the deduction of any Court-approved fees, expenses, and costs as described below) would be \$0.02 per eligible share of SunEdison common stock and \$149.63 per eligible share of SunEdison preferred stock. Class Members should note, however, that the foregoing average recoveries per share are only estimates. Some Class Members may recover more or less than these estimated amounts depending on, among other factors, when and at what price they purchased their shares, whether they sold their shares, and, if so, when and at what price; and the total number and value of valid claims submitted for each of the securities. Distributions to Class Members will be made based on the Plan of Allocation set forth in this notice (*see* pages 11 to 16 below) or such other plan of allocation as may be ordered by the Court.

4. **Average Amount of Damages Per Common or Preferred Share:** The Parties do not agree on the average amount of damages per share that would be recoverable if Plaintiffs were to prevail in the Action. Among other things, Defendants do not agree with the assertion that they violated the federal securities laws or that any damages were suffered by any members of the Class as a result of their conduct.

5. **Attorneys’ Fees and Expenses Sought:** Plaintiffs’ Counsel, which have been prosecuting the Action on a wholly contingent basis since its inception, have not received any payment of attorneys’ fees for their representation of the Class and have advanced the funds to pay expenses necessarily incurred to prosecute this Action. Court-appointed Lead Counsel Bernstein Litowitz Berger & Grossmann LLP (“BLB&G”) will apply to the Court for an award of attorneys’ fees for all Plaintiffs’ Counsel in an amount not to exceed 22% of the Settlement Fund. In addition, Lead Counsel will also apply for payment of Litigation Expenses in an amount not to exceed \$2 million, which may include an application for the reasonable costs and expenses incurred by Plaintiffs directly related to their representation of the Class. Class Members are not personally liable for any such fees or expenses. If the Court approves Lead Counsel’s fee and expense application, the estimated average cost would be \$0.004 per eligible share of SunEdison common stock and \$36.96 per eligible share of SunEdison preferred stock.

6. **Identification of Attorneys’ Representatives and Further Information:** Plaintiffs and the Class are represented by Salvatore J. Graziano, Katherine M. Sinderson, and Adam Hollander of Bernstein Litowitz Berger & Grossmann LLP, 1251 Avenue of the Americas, 44th Floor, New York, NY 10020, 1-800-380-8496, settlements@blbgllaw.com. Further information regarding the Action, the Settlement, and this notice may be obtained by contacting Lead Counsel or the Court-appointed Claims Administrator by mail at *In re SunEdison, Inc. Securities Litigation*, c/o Analytics Consulting, P.O. Box 2007, Chanhassen, MN 55317-2007, by email at info@SunEdisonSecuritiesLitigation.com, or by toll free phone at 1-866-887-2962.

7. **Reasons for the Settlement:** Plaintiffs’ principal reason for entering into the Settlement is the substantial immediate cash benefit for the Class without the risk or the delays inherent in further litigation. Moreover, the substantial cash benefit provided under the Settlement must be considered against the significant risk that a smaller recovery – or indeed no recovery at all – against Defendants might be achieved after further contested motions, a trial of the Action, and the likely appeals that would follow a trial. This process could be expected to last several years. Defendants, who deny all allegations of wrongdoing or liability whatsoever, are entering into the Settlement to eliminate the uncertainty, burden, and expense of further litigation.

<b>YOUR LEGAL RIGHTS AND OPTIONS IN THE SETTLEMENT</b>	
<b>SUBMIT A CLAIM FORM POSTMARKED NO LATER THAN NOVEMBER 27, 2019.</b>	This is the only way to be eligible to receive a payment from the Settlement. If you are a Class Member, you will be bound by the Settlement as approved by the Court and will give up your right to sue about the claims that are resolved by the Settlement, so it is in your interest to submit a Claim Form.
<b>OBJECT TO THE SETTLEMENT BY SUBMITTING A WRITTEN OBJECTION SO THAT IT IS RECEIVED NO LATER THAN OCTOBER 4, 2019.</b>	If you do not like the proposed Settlement, the proposed Plan of Allocation, and/or the request for attorneys’ fees and Litigation Expenses, you may write to the Court and explain why you do not like them. You cannot object to the Settlement, the Plan of Allocation, or the fee and expense request unless you are a Class Member.
<b>GO TO A HEARING ON OCTOBER 25, 2019 AT 2:00 P.M., AND FILE A NOTICE OF INTENTION TO APPEAR SO THAT IT IS RECEIVED NO LATER THAN OCTOBER 4, 2019.</b>	Filing a written objection and notice of intention to appear by October 4, 2019 allows you to speak in Court, at the discretion of the Court, about the fairness of the proposed Settlement, the proposed Plan of Allocation, and/or the request for attorneys’ fees and Litigation Expenses. If you submit a written objection, you may (but you do not have to) attend the hearing and, at the discretion of the Court, speak to the Court about your objection.
<b>DO NOTHING.</b>	If you do not submit a valid Claim Form you will not be eligible to receive any payment from the Settlement.

**The rights and options set forth above -- and the deadlines to exercise them -- are explained in this notice.**

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## WHY DID I GET THIS NOTICE?

8. The Court directed that this notice be mailed to you because you or someone in your family or an investment account for which you serve as a custodian may have purchased or otherwise acquired SunEdison common stock between September 2, 2015 and April 4, 2016 and/or purchased or otherwise acquired SunEdison preferred stock from August 18, 2015 through November 9, 2015, inclusive. The Court has directed us to send you this notice because, as a potential Class Member, you have a right to know about your options before the Court rules on the proposed Settlement. Additionally, you have the right to understand how this class action lawsuit and the Settlement will affect your legal rights. If the Court approves the Settlement and the Plan of Allocation (or some other plan of allocation), the claims administrator selected by Plaintiffs and approved by the Court will make payments pursuant to the Settlement after any objections and appeals are resolved.
9. This notice is directed to you in the belief that you may be a member of the Class. If you do not meet the Class definition, or if you previously excluded yourself from the Class as a whole in connection with the Notice of Pendency of Class Action that was mailed to potential Class Members beginning in April 2019 (the "Class Notice") and are listed on both Appendix 1 and 2 to the Stipulation (available at [www.SunEdisonSecuritiesLitigation.com](http://www.SunEdisonSecuritiesLitigation.com)), this notice does not apply to you.
10. The purpose of this notice is to inform you of the terms of the proposed Settlement, and of a hearing to be held by the Court to consider the fairness, reasonableness, and adequacy of the Settlement, the proposed Plan of Allocation, and the motion by Lead Counsel for an award of attorneys' fees and payment of Litigation Expenses (the "Settlement Hearing"). See ¶ 57 below for details about the Settlement Hearing, including the date and location of the hearing.
11. The issuance of this notice is not an expression of any opinion by the Court concerning the merits of any claim in the Action, and the Court still has to decide whether to approve the Settlement. If the Court approves the Settlement and a plan of allocation, then payments to Authorized Claimants will be made after any appeals are resolved and after the completion of all claims processing. Please be patient, as this process can take some time to complete.

## WHAT IS THIS CASE ABOUT? WHAT HAS HAPPENED SO FAR?

12. SunEdison was once one of the world's largest renewable energy developers. The Action involves allegations that Defendants made misrepresentations and material omissions about SunEdison's financial condition, including in the offering documents for SunEdison's August 18, 2015 offering of preferred stock (the "Preferred Offering"). On April 21, 2016, SunEdison filed for bankruptcy in the United States Bankruptcy Court for the Southern District of New York.
13. Beginning in November 2015, several related securities class actions brought on behalf of investors in SunEdison securities were filed in California State Superior Court and in the United States District Courts for the Northern District of California and the Eastern District of Missouri. In March 2016, the Eastern District of Missouri entered an order that appointed MERS as Lead Plaintiff in the Action pursuant to the Private Securities Litigation Reform Act of 1995, approved Lead Plaintiff's selection of Lead Counsel, and consolidated all related actions.
14. In October 2016, the United States Judicial Panel on Multidistrict Litigation ordered that the Action and 14 other related actions be transferred to the United States District Court for the Southern District of New York (the "Court"), and assigned to the Honorable P. Kevin Castel for coordinated or consolidated pretrial proceedings.

15. The Parties agreed to engage in private mediation in an attempt to resolve the Action and retained retired United States District Court Judge Layn R. Phillips and his colleague, Gregory P. Lindstrom, of Phillips ADR, to act as mediators in the case. Over a series of four days in February and March 2017, Lead Counsel and Defendants' Counsel, along with counsel in other actions consolidated as part of the multi-district litigation pending before the Court, participated in a mediation session before Judge Phillips. In advance of that session, the Parties exchanged detailed mediation statements, which addressed the issues of liability, damages, and class certification. The session ended without any agreement being reached to resolve the Action.

16. On March 21, 2017, Plaintiffs filed the operative complaint in the Action, the Second Amended Consolidated Securities Class Action Complaint (the "Complaint"). Among other things, the Complaint alleged that SunEdison CEO Ahmad Chatila and former Executive Vice President, Chief Administrative Officer, and CFO Brian Wuebbels (the "Executive Defendants") made misstatements about SunEdison's liquidity and financial condition and made misstatements or material omissions concerning certain loans that SunEdison had entered into, and that the offering documents for the August 2015 Preferred Offering included material misstatements on these topics. The Complaint asserted claims under Section 10(b) of the Securities Exchange Act of 1934 (the "Exchange Act"), and Rule 10b-5 promulgated thereunder, and under Section 20(a) of the Exchange Act against the Executive Defendants; under Section 11 of the Securities Act of 1933 (the "Securities Act") against the SunEdison Defendants, the Underwriter Defendants, and SunEdison's auditor, KPMG LLP; under Section 12(a)(2) of the Securities Act against the Underwriter Defendants; and under Section 15 of the Securities Act against the SunEdison Defendants.

17. On June 9, 2017, Defendants moved to dismiss the Complaint.

18. On October 6, 2017, Lead Counsel and Defendants' Counsel participated in a second mediation session before Judge Phillips. The session ended without the Parties reaching any agreement to resolve the Action.

19. On March 6, 2018, after full briefing of Defendants' motions to dismiss, the Court issued an Order denying in part and granting in part the motions to dismiss (the "Motion to Dismiss Order").

20. In the Motion to Dismiss Order, the Court held that Plaintiffs had sufficiently pleaded the claim asserted in the Complaint under Section 10(b) of the Exchange Act and Rule 10b-5 relating to a September 2, 2015 interview during which Mr. Chatila allegedly falsely stated that SunEdison would start "generating cash for a living" in "probably early 2016 or late 2015," when he knew or was materially reckless in not knowing that SunEdison's internal forecasts allegedly did not project that SunEdison would have positive cash flow by the first quarter of 2016. The Court also held in the Motion to Dismiss Order that Plaintiffs had not sufficiently pleaded the claims asserted in the Complaint under Section 10(b) of the Exchange Act, and Rule 10b-5 promulgated thereunder, relating to any of the other challenged statements allegedly made by Mr. Chatila. The Court also dismissed Plaintiffs' Exchange Act claims against Defendant Brian Wuebbels in their entirety and dismissed Plaintiffs' Section 20(a) claim against Mr. Chatila.

21. In the Motion to Dismiss Order, the Court also held that Plaintiffs had sufficiently pleaded the claims asserted in the Complaint against Defendants under the Securities Act relating to Plaintiffs' allegations that, in the offering documents for the Preferred Offering, Defendants: allegedly (i) omitted material facts regarding a second-lien loan that SunEdison had recently taken from Goldman Sachs Bank USA, (ii) omitted material facts regarding a margin call on a margin loan (the "Margin Loan"), and (iii) materially misrepresented the Margin Loan as non-recourse to SunEdison, when it was in fact recourse to SunEdison. In the Motion to Dismiss Order, the Court also held that Plaintiffs had not sufficiently pleaded the claims asserted in the Complaint under the Securities Act relating to Plaintiffs' allegations that, in the offering documents for the Preferred Offering, Defendants allegedly: (i) materially misrepresented that SunEdison's liquidity would be sufficient to support the Company's operations for the ensuing 12 months and (ii) omitted material facts regarding certain internal-control issues. The Court also dismissed the Securities Act claims against KPMG LLP.

22. On June 13, 2018, Plaintiffs filed a motion for class certification. Following briefing on the motion, on January 7, 2019, the Court issued an Opinion and Order that granted the class certification motion with a modified class, certified the Class consisting of the Exchange Act Subclass and Securities Act Subclass (as defined in ¶ 31 below), appointed MERS as the Class Representative for the Exchange Act Subclass and ATRS as the Class Representative for the Securities Act Subclass, and appointed BLB&G as Class Counsel for the certified Class.

23. By Orders dated February 11, 2019 and March 21, 2019, the Court approved the dissemination of notice to potential Class Members to notify them of, among other things: (i) the Action pending against Defendants; (ii) the Court's certification of the Action to proceed as a class action on behalf of the Class; and (iii) their right to request to be excluded from the Class or one of the subclasses, the effect of remaining in the Class or requesting exclusion, and the requirements for requesting exclusion.

24. Beginning on April 18, 2019, the Notice of Pendency of Class Action was mailed to potential Class Members, and on April 30, 2019, the Summary Notice of Pendency of Class Action was published in the *Wall Street Journal* and transmitted over the *PR Newswire*.

25. The Class Notice provided Class Members with the opportunity to request exclusion from the Class or one of the subclasses, explained that right, and set forth the deadline and procedures for doing so. The Class Notice stated that it would be within the Court's discretion whether to permit a second opportunity to request exclusion from the Class or one of the subclasses if there was a settlement or judgment in the Action. The Class Notice informed Class Members that if they chose to remain a member of the Class, they would "be bound by all past, present, and future orders and judgments in the Action, whether favorable or unfavorable." In light of the extensive notice program undertaken in connection with class certification and the ample opportunity provided to Class Members to request exclusion from the Class or one of the subclasses at that time, the Court has exercised its discretion to not permit a second opportunity for Class Members to exclude themselves from the Exchange Act Subclass, the Securities Act Subclass, or the entire Class in connection with the Settlement proceedings.

26. The deadline for requesting exclusion from the Class or one of the two subclasses pursuant to the Class Notice was June 17, 2019. A total of 28 persons and entities requested exclusion from the Class or one of the two subclasses, as listed on Appendix 1 and 2 to the Stipulation.<sup>4</sup>

27. Discovery in the Action commenced in March 2018. Defendants and third parties produced more than 300,000 documents, totaling more than 2,260,000 pages, to Plaintiffs. Plaintiffs produced over 12,000 pages of documents to Defendants, and Plaintiffs' market-efficiency expert produced more than 22,000 additional pages of documents to Defendants. Between October 2018 and February 2019, Plaintiffs deposed 19 fact witnesses, including nine former senior executives or high-ranking employees of SunEdison or related companies TerraForm Power and TerraForm Global, four former directors of SunEdison, and six representatives of the Underwriter Defendants. In connection with Plaintiffs' class-certification motion, Defendants deposed one representative from each Plaintiff, as well as Plaintiffs' market-efficiency expert Dr. Steven Feinstein. The Parties also served and responded to interrogatories and requests for admission and exchanged numerous letters, including disputes between the Parties and with nonparties, concerning discovery issues, several of which were submitted to the Court for resolution.

28. A third mediation session before Judge Phillips and Mr. Lindstrom of Phillips ADR was held on June 12, 2018. While the Parties did not reach an agreement to resolve the Action at the mediation session, negotiations continued under the mediators' supervision while discovery proceeded in the litigation. As a result of those negotiations and pursuant to a mediator's proposal, the Parties reached an agreement on June 11, 2019 to settle the Action in return for a total cash payment by or on behalf of Defendants of \$74 million, with the possibility of an additional payment of up to \$2 million more.

29. On July 11, 2019, the Parties entered into the Stipulation and Agreement of Settlement (the "Stipulation"), which sets forth the terms and conditions of the Settlement. The Stipulation can be viewed at [www.SunEdisonSecuritiesLitigation.com](http://www.SunEdisonSecuritiesLitigation.com).

30. On July 16, 2019, the Court preliminarily approved the Settlement, authorized this notice to be disseminated to potential Class Members, and scheduled the Settlement Hearing to consider whether to grant final approval to the Settlement.

## HOW DO I KNOW IF I AM AFFECTED BY THE SETTLEMENT? WHO IS INCLUDED IN THE CLASS?

31. If you are a member of the Class and you did not previously request exclusion from the Class in connection with the Class Notice, you are subject to the Settlement. The Class certified by Order of the Court on January 7, 2019 consists of:

- (i) all persons and entities who purchased or otherwise acquired shares of SunEdison common stock between September 2, 2015 and April 4, 2016 (the "Exchange Act Class Period"),<sup>5</sup> and were damaged thereby (the "Exchange Act Subclass"); and
- (ii) all persons and entities who purchased or otherwise acquired shares of SunEdison preferred stock between August 18, 2015 and November 9, 2015, inclusive (the "Securities Act Class Period"), pursuant or traceable to the registered public Preferred Offering on or about August 18, 2015, and were damaged thereby (the "Securities Act Subclass").

It is possible for you to be a member of either or both subclasses described above. Excluded from the Class by definition are: (i) Defendants; (ii) members of the Immediate Family of any Defendant; (iii) any directors and Officers of Defendants during the Exchange Act Class Period or the Securities Act Class Period and members of their Immediate Families; (iv) the subsidiaries, parents, and affiliates of SunEdison; (v) any firm, trust, corporation, or other entity in which any Defendant has or had a controlling interest; and (vi) the legal representatives, heirs, successors, and assigns of any such excluded party. For purposes of clarification, an Investment Vehicle shall not be deemed an excluded person or entity.<sup>6</sup> Certain persons and entities who requested exclusion from the Class or from one of the subclasses in response to the Class Notice are also excluded from the Class or one of the subclasses pursuant to their request, as set forth in Appendix 1 and 2 to the Stipulation, available at [www.SunEdisonSecuritiesLitigation.com](http://www.SunEdisonSecuritiesLitigation.com).

**PLEASE NOTE: RECEIPT OF THIS NOTICE DOES NOT MEAN THAT YOU ARE A CLASS MEMBER OR THAT YOU WILL BE ENTITLED TO RECEIVE PROCEEDS FROM THE SETTLEMENT.**

**If you are a Class Member and you wish to be eligible to participate in the distribution of proceeds from the Settlement, you are required to submit the Claim Form that is being distributed with this notice and the required supporting documentation as set forth therein postmarked no later than November 27, 2019.**

## WHAT DOES THE SETTLEMENT PROVIDE?

32. **Pursuant to the Settlement, Defendants will pay or cause to be paid \$74,000,000 in cash into an escrow account for the benefit of the Class.**

33. In addition, a potential supplemental payment of up to a maximum of \$2,000,000 (in addition to the \$74,000,000) (the "Supplemental

<sup>4</sup> Pursuant to its Order Preliminarily Approving Settlement and Providing for Notice ("Preliminary Approval Order") dated July 16, 2019, the Court is not permitting Class Members a second opportunity to exclude themselves from the Class in connection with the Settlement.

<sup>5</sup> For purposes of clarification, to be a member of the Exchange Act Subclass you must have purchased or acquired shares of SunEdison common stock from after the close of trading on September 2, 2015 through the close of trading on April 3, 2016. If your only purchases or acquisitions of SunEdison common stock occurred before the close of trading on September 2, 2015 or on April 4, 2016, you are not a member of the Exchange Act Subclass.

<sup>6</sup> "Investment Vehicle" means any investment company or pooled investment fund, including, but not limited to, mutual fund families, exchange-traded funds, fund of funds and hedge funds, in which any Underwriter Defendant has or may have a direct or indirect interest, or as to which its affiliates may act as an investment advisor but of which any Underwriter Defendant or any of its respective affiliates is not a majority owner or does not hold a majority beneficial interest; *provided, however*, that this definition of Investment Vehicle shall not bring into the Class any of the Underwriter Defendants themselves.

Payment”) may also be paid for the benefit of the Class on behalf of Defendant Ahmad Chatila from certain of SunEdison’s directors and officers insurance policies (the “Side A D&O Insurance Policies”). The Supplemental Payment is contingent on the amount of other costs that may be required to be paid from the funds remaining under SunEdison’s Side A D&O Insurance Policies. Specifically, the insurers responsible for the Side A D&O Insurance Policies will be obligated to pay the Supplemental Payment to the Class when certain specified cases have been fully resolved. At that time, \$2,000,000 or whatever lesser amount remains available under the Side A D&O Insurance Policies at that time, if any, will be paid into the settlement escrow account for the benefit of the Class. Full details regarding the terms of the Supplemental Payment are set forth in Exhibit C to the Stipulation (available at [www.SunEdisonSecuritiesLitigation.com](http://www.SunEdisonSecuritiesLitigation.com)). **While Plaintiffs expect that the Supplemental Payment will result in additional funds to be added to the Settlement Fund, no payment under the Supplemental Payment is guaranteed.**

## WHAT ARE PLAINTIFFS’ REASONS FOR THE SETTLEMENT?

34. Plaintiffs and Lead Counsel believe that the claims asserted against Defendants have merit. They recognize, however, that there are substantial risks they would face in establishing liability and damages at trial.

35. With respect to Plaintiffs’ claim against Defendant Ahmad Chatila under Section 10(b) of the Exchange Act, Plaintiffs faced significant risk that, at either the summary-judgment stage or after a trial, Chatila would prevail on the elements of falsity, scienter, and/or loss causation. For example, Plaintiffs argued that Chatila’s September 2, 2015 statement that the company would “generat[e] cash for a living” by “early 2016” was false in part because a late-August 2015 presentation by Company management to the Board projected positive total cash flows in the second quarter of 2016 at the earliest. That presentation also included certain financial metrics projected to be positive by the first quarter of 2016. Chatila argued that his September 2, 2015 statement referred to those metrics, and that his statement was therefore not false or made with the intent to deceive necessary to prove liability. If Chatila prevailed on either of those arguments, or in establishing that his September 2, 2015 statement was insulated from liability as a “forward looking” projection accompanied by adequate cautionary language, Plaintiffs would not have been able to obtain any recovery for common stock investors in this Action. Plaintiffs also faced the risk of not proving loss causation—that Chatila’s alleged September 2, 2015 misstatement was the cause of investors’ losses—and in proving damages, particularly in connection with declines in the price of SunEdison common stock after November 10, 2015, on which date the Company released its third-quarter 2015 results, including a statement by Chatila that the Company would “generate positive cash flow in mid 2016.”

36. With respect to Plaintiffs’ claims under the Securities Act, Plaintiffs would have faced the substantial risk that the Underwriter Defendants and/or Director Defendants would prevail on summary judgment or at trial in proving their defense that they conducted adequate due diligence and thus cannot be liable or their defense of negative causation for the declines in the value of SunEdison preferred stock. The Underwriter Defendants could have prevailed on arguments that, among other things, they conducted due diligence through their retention of experienced counsel in connection with the August 2015 Preferred Offering, as well as based on previous diligence the Underwriter Defendants conducted for SunEdison in connection with other offerings and at various points leading up to the Preferred Offering. Plaintiffs would have faced the significant risk that Defendants could prevail on “negative causation” arguments by establishing as a matter of law, or proving to a jury, that declines in the price of SunEdison preferred stock on and after November 9, 2015 were due to reasons other than the alleged misstatements and omissions underlying Plaintiffs’ Securities Act claims because, by that date, the Company had fully disclosed and corrected the three items underlying the Securities Act claims: (1) that the Company had received a margin call on an outstanding margin loan; (2) that the Company had recently taken a second-lien loan from Goldman Sachs at onerous terms; and (3) that the outstanding margin loan was recourse to the Company. If the Court or a jury agreed and found that Defendants proved negative causation for declines in the value of SunEdison preferred stock on or after November 9, 2015, the amount of recoverable damages would have been eliminated or substantially less.

37. Plaintiffs also faced the substantial risk that even if they were to secure a significant judgment at trial, Defendants would be unable to satisfy such a judgment. Concerning Plaintiffs’ Section 10(b) claim, Chatila is the only defendant; he does not have any substantial personal assets to contribute to any settlement or post-trial judgment, including because he held his SunEdison stock until it completely declined in value. Further, SunEdison, as a bankrupt, liquidating entity, is not a Defendant. Accordingly, any judgment or settlement of Plaintiffs’ Section 10(b) claim would be satisfied using only insurance funds. Given that this case has been litigated over the course of over three years, however, available insurance money has significantly diminished, as it has been used both to defend against and resolve several governmental investigations and private actions, including class actions on behalf of TerraForm Power and TerraForm Global shareholders, a derivative action on behalf of TerraForm Global shareholders, individual actions by large institutions raising Securities Act claims concerning the August 2015 Preferred Offering, and one or more investigations by the U.S. Department of Justice. The settlement in this case represents the substantial majority of the remaining available insurance funds available to satisfy the claims against Chatila.

38. In light of these risks, the amount of the Settlement, and the immediacy of recovery to the Class, Plaintiffs and Lead Counsel believe that the proposed Settlement is fair, reasonable, and adequate, and in the best interests of the Class. Plaintiffs and Lead Counsel believe that the Settlement of \$74 million with the possibility of up to an additional \$2 million payment, provides a substantial benefit to the Class now as compared to the risk that the claims asserted in the Action would produce a smaller, or zero, recovery after trial and appeals, possibly years in the future.

39. Defendants have denied all claims asserted against them in the Action and deny having engaged in any wrongdoing or violation of law of any kind whatsoever. Defendants have agreed to the Settlement solely to eliminate the burden and expense of continued litigation. Accordingly, the Settlement may not be construed as an admission of any wrongdoing by Defendants.

## WHAT MIGHT HAPPEN IF THERE WERE NO SETTLEMENT?

40. If there were no Settlement and Plaintiffs failed to establish any essential legal or factual element of their claims against Defendants,

neither Plaintiffs nor the other members of the Class would recover anything from Defendants. Also, if Defendants were successful in proving any of their defenses at trial or on appeal, the Class could recover less than the amount provided in the Settlement, or nothing at all.

## HOW ARE CLASS MEMBERS AFFECTED BY THE SETTLEMENT?

41. If you are a Class Member, you will be bound by any orders issued by the Court. If the Settlement is approved, the Court will enter a judgment (the “Judgment”). The Judgment will dismiss with prejudice the claims in the Action and will provide that, upon the Effective Date of the Settlement, (a) MERS and each of the other members of the Exchange Act Subclass, on behalf of themselves, and their respective heirs, executors, administrators, predecessors, successors, and assigns in their capacities as such, will have, fully, finally and forever compromised, settled, released, resolved, relinquished, waived, and discharged each and every Released Exchange Act Claim (as defined in ¶ 42 below) against the Defendants’ Releasees (as defined in ¶ 45 below), and will forever be barred and enjoined from prosecuting any or all of the Released Exchange Act Claims against any of the Defendants’ Releasees; and (b) ATRS and each of the other members of the Securities Act Subclass, on behalf of themselves, and their respective heirs, executors, administrators, predecessors, successors, and assigns in their capacities as such, will have, fully, finally and forever compromised, settled, released, resolved, relinquished, waived, and discharged each and every Released Securities Act Claim (as defined in ¶ 43 below) against the Defendants’ Releasees (as defined in ¶ 45 below), and will forever be barred and enjoined from prosecuting any or all of the Released Securities Act Claims against any of the Defendants’ Releasees. The Released Exchange Act Claims and Released Securities Act Claims are collectively referred to as the “Released Class Claims.”

42. **“Released Exchange Act Claims”** means all claims, demands, losses, rights, and causes of action of every nature and description whatsoever, whether known claims or Unknown Claims, whether arising under federal, state, common, or foreign law, that MERS or any other member of the Exchange Act Subclass: (i) asserted in the Complaint or any prior complaint filed in the Action and that relate to the purchase, acquisition, sale, disposition, or holding of SunEdison common stock during the Exchange Act Class Period, or (ii) could have asserted in the Action or any other forum, or could in the future assert in any forum, that arise out of, are based upon or relate in any way to any of the allegations, transactions, facts, matters or occurrences, representations, or omissions involved, set forth, or referred to in the Complaint or any prior complaint filed in the Action and that relate to the purchase, acquisition, sale, disposition, or holding of SunEdison common stock during the Exchange Act Class Period.<sup>7</sup>

43. **“Released Securities Act Claims”** means all claims, demands, losses, rights, and causes of action of every nature and description whatsoever, whether known claims or Unknown Claims, whether arising under federal, state, common, or foreign law, that ATRS or any other member of the Securities Act Subclass (i) asserted in the Complaint or any prior complaint filed in the Action and that relate to the purchase, acquisition, sale, disposition, or holding of SunEdison preferred stock during the Securities Act Class Period, or (ii) could have asserted in the Action or any other forum, or could in the future assert in any forum, that arise out of, are based upon, or relate in any way to any of the allegations, transactions, facts, matters or occurrences, representations, or omissions involved, set forth, or referred to in the Complaint or any prior complaint filed in the Action and that relate to the purchase, acquisition, sale, disposition, or holding of SunEdison preferred stock during the Securities Act Class Period.<sup>8</sup>

44. **“Unknown Claims”** means any Released Exchange Act Claims which MERS or any other member of the Exchange Act Subclass does not know or suspect to exist in his, her or its favor at the time of the release of such claims, any Released Securities Act Claims which ATRS or any other member of the Securities Act Subclass does not know or suspect to exist in his, her or its favor at the time of the release of such claims, and any Released Defendants’ Claims (as defined in ¶ 47 below) which any Defendant does not know or suspect to exist in his, her, or its favor at the time of the release of such claims, which, if known by him, her, or it, might have affected his, her or its decision(s) with respect to this Settlement. With respect to any and all Released Claims, the Parties stipulate and agree that, upon the Effective Date of the Settlement, Plaintiffs and Defendants shall expressly waive, and each of the other Class Members shall be deemed to have waived, and by operation of the Judgment, shall have expressly waived, any and all provisions, rights, and benefits conferred by any law of any state or territory of the United States, or principle of common law or foreign law, which is similar, comparable, or equivalent to California Civil Code §1542, which provides:

A general release does not extend to claims that the creditor or releasing party does not know or suspect to exist in his or her favor at the time of executing the release and that, if known by him or her, would have materially affected his or her settlement with the debtor or released party.

Plaintiffs and Defendants acknowledge, and each of the other Class Members shall be deemed by operation of law to have acknowledged, that the foregoing waiver was separately bargained for and is a key element of the Settlement.

45. **“Defendants’ Releasees”** means Defendants and their current and former parent entities, business units, business divisions, equity holders, control persons, affiliates, or subsidiaries and each and all of their current and former officers, directors, attorneys, employees, agents, trustees, parents, affiliates, subsidiaries, attorneys, financial or investment advisors, consultants, accountants, investment bankers, commercial bankers, insurers, engineers, advisors, heirs, executors, trustees, general or limited partners or partnerships, personal representatives, estates, administrators, and each of their successors, predecessors, heirs, assigns, Immediate Family members, and assignees.

<sup>7</sup> Released Exchange Act Claims do not cover, include, or release: (i) any claims relating to the enforcement of the Settlement; (ii) any claims asserted in any derivative action or ERISA action, including without limitation, the claims asserted in *Usenko v. SunEdison, Inc.*, No. 16-cv-7950-PKC (S.D.N.Y.), or any cases consolidated into those actions; (iii) any claims by the Department of Justice, the Securities and Exchange Commission, or any other governmental entity arising out of any investigation of SunEdison, Defendants, or any of the Defendants’ respective former or current officers, directors, employees, or partners relating to the wrongful conduct alleged in the Action; or (iv) any claims of any persons or entities set forth on Appendix 1 to the Stipulation.

<sup>8</sup> Released Securities Act Claims do not cover, include, or release: (i) any claims relating to the enforcement of the Settlement; (ii) any claims asserted in any derivative action or ERISA action, including without limitation, the claims asserted in *Usenko v. SunEdison, Inc.*, No. 16-cv-7950-PKC (S.D.N.Y.), or any cases consolidated into those actions; (iii) any claims by the Department of Justice, the Securities and Exchange Commission, or any other governmental entity arising out of any investigation of SunEdison, Defendants, or any of the Defendants’ respective former or current officers, directors, employees, or partners relating to the wrongful conduct alleged in the Action; or (iv) any claims of any persons or entities set forth on Appendix 2 to the Stipulation.

46. The Judgment will also provide that, upon the Effective Date of the Settlement, Defendants, on behalf of themselves, and their respective heirs, executors, administrators, predecessors, successors, and assigns in their capacities as such, will have, fully, finally and forever compromised, settled, released, resolved, relinquished, waived, and discharged each and every Released Defendants' Claim (as defined in ¶ 47 below) against Plaintiffs and the other Plaintiffs' Releasees (as defined in ¶ 48 below), and will forever be barred and enjoined from prosecuting any or all of the Released Defendants' Claims against any of the Plaintiffs' Releasees.

47. **"Released Defendants' Claims"** means all claims, demands, losses, rights, and causes of action of every nature and description whatsoever, whether known claims or Unknown Claims, whether arising under federal, state, common, or foreign law, that arise out of, are based upon, or relate in any way to Plaintiffs' institution, prosecution, or settlement of the claims asserted against Defendants in the Action.<sup>9</sup>

48. **"Plaintiffs' Releasees"** means Plaintiffs, all other plaintiffs in the Action, and all other Class Members, and their respective current and former parent entities, business units, business divisions, affiliates or subsidiaries and each and all of their current and former officers, directors, attorneys, employees, agents, trustees, parents, affiliates, subsidiaries, attorneys, financial or investment advisors, consultants, accountants, investment bankers, commercial bankers, insurers, engineers, advisors, Immediate Family members, heirs, executors, trustees, general or limited partners or partnerships, personal representatives, estates, administrators, and each of their successors, predecessors, assigns, and assignees (all solely in their capacities as such).

## HOW DO I PARTICIPATE IN THE SETTLEMENT? WHAT DO I NEED TO DO?

49. To be eligible for a payment from the proceeds of the Settlement, you must be a member of the Class and you must timely complete and return the Claim Form with adequate supporting documentation **postmarked no later than November 27, 2019**. A Claim Form is included with this notice, or you may obtain one from the website maintained by the Claims Administrator for the Action, [www.SunEdisonSecuritiesLitigation.com](http://www.SunEdisonSecuritiesLitigation.com), or you may request that a Claim Form be mailed to you by calling the Claims Administrator toll free at 1-866-887-2962 or by emailing the Claims Administrator at [info@SunEdisonSecuritiesLitigation.com](mailto:info@SunEdisonSecuritiesLitigation.com). Please retain all records of your ownership of and transactions in SunEdison preferred or common stock, as they may be needed to document your Claim. If you previously requested exclusion from the Class in connection with Class Notice or do not submit a timely and valid Claim Form, you will not be eligible to share in the Net Settlement Fund.

50. Unless the Court otherwise orders, any Class Member who fails to submit a Claim Form postmarked on or before November 27, 2019 shall be fully and forever barred from receiving payments pursuant to the Settlement but will in all other respects remain a Class Member and be subject to the provisions of the Stipulation, including the terms of any Judgment entered and the releases given. This means that each Class Member releases the applicable Released Class Claims (as defined in ¶¶ 41-43 above) against the Defendants' Releasees (as defined in ¶ 45 above) and will be barred and enjoined from filing, prosecuting, or pursuing any of the applicable Released Class Claims against any of the Defendants' Releasees whether or not such Class Member submits a Claim Form.

## HOW MUCH WILL MY PAYMENT BE?

51. At this time, it is not possible to make any determination as to how much any individual Class Member may receive from the Settlement.

52. The proceeds of the Settlement will be distributed in accordance with a plan of allocation that is approved by the Court. The amounts to be distributed to individual Class Members will depend on a variety of factors, including: the number of shares of SunEdison common and preferred stock the claimant purchased during the respective Class Periods, the prices and dates of those purchases, the prices and dates of any sales, and the total value of the claims submitted by Class Members with respect to each of the SunEdison Securities.

53. The proposed Plan of Allocation, which is subject to Court approval, appears on pages 11 to 16 of this notice. Please review the Plan of Allocation carefully.

## WHAT PAYMENT ARE COUNSEL FOR THE CLASS SEEKING? HOW WILL THE LAWYERS BE PAID?

54. As a Class Member, you are represented by Plaintiffs and Lead Counsel, unless you enter an appearance through counsel of your own choice at your own expense. You are not required to retain your own counsel, but if you choose to do so, such counsel must file a notice of appearance on your behalf and must serve copies of his or her appearance on the counsel listed in the section entitled, "When And Where Will The Court Decide Whether To Approve The Settlement?," on page 9 below.

55. Plaintiffs' Counsel have not received any payment for their services in pursuing claims against Defendants on behalf of the Class, nor have Plaintiffs' Counsel been paid for their litigation expenses. Before final approval of the Settlement, Lead Counsel will apply to the Court for an award of attorneys' fees in an amount not to exceed 22% of the Settlement Fund. Lead Counsel has fee or work sharing agreements with the other Plaintiffs' Counsel firms, Cole Schotz P.C. and Scott + Scott Attorneys at Law LLP, respectively, and Lead Counsel will compensate these firms from the attorneys' fees that Lead Counsel receives in this Action in amounts commensurate with those firms' efforts in this litigation that were undertaken at the specific direction of Lead Counsel. At the same time, Lead Counsel also intends to apply for payment of Litigation Expenses from the Settlement Fund in an amount not to exceed \$2 million, which may include an application for the reasonable costs and expenses incurred by Plaintiffs directly related to their representation of the Class. The Court will determine the amount of any award of attorneys' fees or Litigation Expenses. Class Members are not personally liable for any such fees or expenses.

<sup>9</sup> Released Defendants' Claims do not cover, include, or release: (i) any claims relating to the enforcement of the Settlement; or (ii) any claims by Defendants against any person or entity listed on Appendix 1 or 2 of the Stipulation.

**WHEN AND WHERE WILL THE COURT DECIDE WHETHER TO APPROVE THE  
SETTLEMENT? DO I HAVE TO COME TO THE HEARING?  
MAY I SPEAK AT THE HEARING IF I DON'T LIKE THE SETTLEMENT?**

56. **Class Members do not need to attend the Settlement Hearing. The Court will consider any submission made in accordance with the provisions below even if a Class Member does not attend the hearing. You can participate in the Settlement without attending the Settlement Hearing.** Please Note: The date and time of the Settlement Hearing may change without further written notice to the Class. You should monitor the Court's docket or the website maintained by the Claims Administrator, [www.SunEdisonSecuritiesLitigation.com](http://www.SunEdisonSecuritiesLitigation.com), before making plans to attend the Settlement Hearing. You may also confirm the date and time of the Settlement Hearing by contacting Lead Counsel.

57. The Settlement Hearing will be held on **October 25, 2019 at 2:00 p.m.**, before the Honorable P. Kevin Castel, in the United States District Court for the Southern District of New York, in Courtroom 11D of the Daniel Patrick Moynihan U.S. Courthouse, 500 Pearl Street, New York, NY 10007. The Court reserves the right to approve the Settlement, the Plan of Allocation, Lead Counsel's motion for attorneys' fees and Litigation Expenses, and/or any other matter related to the Settlement at or after the Settlement Hearing without further notice to the members of the Class.

58. Any Class Member may object to the Settlement, the proposed Plan of Allocation, and/or Lead Counsel's motion for attorneys' fees and Litigation Expenses. Objections must be in writing. You must file any written objection, together with copies of all other papers and briefs supporting the objection, with the Clerk's Office at the United States District Court for the Southern District of New York at the address set forth below on or before October 4, 2019. You must also serve the papers on Lead Counsel and on Defendants' Counsel at the addresses set forth below so that the papers are **received on or before October 4, 2019**.

**Clerk's Office**

**United States District Court Southern  
District of New York**  
Office of the Clerk of the Court  
Daniel Patrick Moynihan  
U.S. Courthouse  
500 Pearl Street  
New York, NY 10007

**Lead Counsel**

**Bernstein Litowitz Berger  
& Grossmann LLP**  
Salvatore J. Graziano  
1251 Avenue of the Americas,  
44th Floor  
New York, NY 10020

**Defendants' Counsel**

**Sidley Austin LLP**  
Sara B. Brody  
555 California Street, Suite 2000  
San Francisco, CA 94104

**Wilmer Cutler Pickering Hale  
and Dorr LLP**  
Timothy Perla  
60 State Street  
Boston, MA 02109

**Shearman & Sterling LLP**  
Adam S. Hakki  
599 Lexington Avenue  
New York, NY 10022

59. Any objection (a) must state the name, address, and telephone number of the person or entity objecting and must be signed by the objector; (b) must state whether the objector is represented by counsel and, if so, the name, address, and telephone number of the objector's counsel; (c) must state with specificity the grounds for the Class Member's objection, including any legal and evidentiary support the Class Member wishes to bring to the Court's attention and whether the objection applies only to the objector, to a specific subset of the Class, or to the entire Class; and (d) must include documents sufficient to prove membership in the Class.

60. Documents sufficient to prove membership in the Class consist of (a) documents showing the number of shares of SunEdison common stock that the objector (i) owned as of the close of trading on September 2, 2015, and (ii) purchased/acquired and/or sold during the period from the close of trading on September 2, 2015 through the close of trading on April 3, 2016, as well as the number of shares, dates, and prices for each such purchase/acquisition and sale; and (b) documents showing the number of shares of SunEdison preferred stock that the objector purchased/acquired and/or sold during the period from April 18, 2015 through the close of trading on November 9, 2015, as well as the number of shares, dates, and prices for each such purchase/acquisition and sale. Documentation establishing membership in the Class must consist of copies of brokerage confirmation slips or monthly brokerage account statements, or an authorized statement from your broker containing the transactional and holding information found in a broker confirmation slip or account statement.

61. You may not object to the Settlement, the Plan of Allocation, or Lead Counsel's motion for attorneys' fees and Litigation Expenses if you are not a member of the Class.

62. You may file a written objection without having to appear at the Settlement Hearing. You may not, however, appear at the Settlement Hearing to present your objection unless you first file and serve a written objection in accordance with the procedures described above, unless the Court orders otherwise.

63. If you wish to be heard orally at the hearing in opposition to the approval of the Settlement, the Plan of Allocation, and/or Lead Counsel's motion for attorneys' fees and Litigation Expenses, and if you timely file and serve a written objection as described above, you must also file a notice of appearance with the Clerk's Office and serve it on Lead Counsel and Defendants' Counsel at the addresses set forth in ¶ 58 above so that it is **received on or before October 4, 2019**. Persons who intend to object and desire to present evidence at the Settlement Hearing must include in their written objection or notice of appearance the identity of any witnesses they may call to testify and exhibits they intend to introduce into evidence at the hearing. Such persons may be heard orally at the discretion of the Court.

64. You are not required to hire counsel to represent you in making written objections or in appearing at the Settlement Hearing. However, if you decide to hire counsel, it will be at your own expense, and your counsel must file a notice of appearance with the Court and serve it on Lead Counsel and Defendants' Counsel at the addresses set forth in ¶ 58 above so that the notice is **received on or before October 4, 2019**.
65. The Settlement Hearing may be adjourned by the Court without further written notice to the Class. If you plan to attend the Settlement Hearing, you should confirm the date and time with Lead Counsel.
66. **Unless the Court orders otherwise, any Class Member who does not object in the manner described above will be deemed to have waived any objection and shall be forever foreclosed from making any objection to the proposed Settlement, the proposed Plan of Allocation, or Lead Counsel's motion for attorneys' fees and Litigation Expenses. Class Members do not need to appear at the Settlement Hearing or take any other action to indicate their approval.**

#### WHAT IF I BOUGHT SUNEDISON SECURITIES ON SOMEONE ELSE'S BEHALF?

67. **If you previously provided the names and addresses of persons and entities on whose behalf you purchased/acquired SunEdison common stock during the period between September 2, 2015 and April 4, 2016 and/or on whose behalf you purchased/acquired SunEdison preferred stock during the period from August 18, 2015 through November 9, 2015, inclusive, in connection with the Class Notice that was mailed beginning in April 2019, and (i) those names and addresses remain current and (ii) you have no additional names and addresses for potential Class Members to provide to the Claims Administrator, you need do nothing further at this time.** The Claims Administrator will mail a copy of this Settlement Notice and the Claim Form (together, the "Settlement Notice Packet") to the beneficial owners whose names and addresses were previously provided in connection with the Class Notice.
68. **If you elected to mail the Class Notice directly to beneficial owners of SunEdison preferred and common stock,** you were advised that you must retain the mailing records for use in connection with any further notices that may be provided in the Action. If you elected this option, the Claims Administrator will forward the same number of Settlement Notice Packets to you to send to the beneficial owners. The Court has ordered that, **WITHIN FOURTEEN (14) CALENDAR DAYS OF YOUR RECEIPT OF THIS NOTICE,** you must forward the Settlement Notice Packets to the beneficial owners. If you need more copies of the Settlement Notice Packet than you previously requested in connection with the Class Notice mailing, please contact Analytics Consulting at 1-866-887-2962 and let them know how many additional packets you require. You must mail the Settlement Notice Packets to the beneficial owners within fourteen (14) calendar days of your receipt of the packets.
69. **If you have additional or updated name and address information or have not already provided information regarding persons and entities on whose behalf you purchased or acquired SunEdison common or preferred stock during the relevant periods discussed above, then the Court has ordered that you must, WITHIN FOURTEEN (14) CALENDAR DAYS OF YOUR RECEIPT OF THIS NOTICE,** either: (i) send a list of the additional or updated names and addresses of such beneficial owners to the Claims Administrator at *In re SunEdison, Inc. Securities Litigation*, c/o Analytics Consulting, P.O. Box 2007, Chanhassen, MN 55317-2007, in which event the Claims Administrator shall promptly mail the Settlement Notice Packet to such beneficial owners; or (ii) request a sufficient number of copies of the Settlement Notice Packet from Analytics, and forward the Settlement Notice Packets to the beneficial owners within fourteen (14) calendar days of your receipt of the packets. **As stated above, if you have already provided this information in connection with the Class Notice, unless that information has changed (e.g., beneficial owner has changed address), it is unnecessary to provide such information again.**
70. Upon full and timely compliance with these directions, nominees who mail the Settlement Notice Packet to beneficial owners may seek reimbursement of their reasonable expenses actually incurred by providing the Claims Administrator with proper documentation supporting the expenses for which reimbursement is sought. Such properly documented expenses incurred by nominees shall be paid from the Settlement Fund, with any disputes as to the reasonableness or documentation of expenses incurred subject to review by the Court.
71. Copies of the Settlement Notice and the Claim Form may also be obtained from the website maintained by the Claims Administrator, [www.SunEdisonSecuritiesLitigation.com](http://www.SunEdisonSecuritiesLitigation.com), by calling the Claims Administrator toll-free at 1-866-887-2962, or by emailing the Claims Administrator at [info@SunEdisonSecuritiesLitigation.com](mailto:info@SunEdisonSecuritiesLitigation.com).

#### CAN I SEE THE COURT FILE? WHOM SHOULD I CONTACT IF I HAVE QUESTIONS?

72. This notice contains only a summary of the terms of the proposed Settlement. For more detailed information about the matters involved in this Action, you may access copies of the Stipulation, the Complaint, and any related orders entered by the Court on the website maintained by the Claims Administrator, [www.SunEdisonSecuritiesLitigation.com](http://www.SunEdisonSecuritiesLitigation.com). Alternatively, you may access the papers on file in the Action during regular office hours at the Office of the Clerk, United States District Court of the Southern District of New York, Daniel Patrick Moynihan U.S. Courthouse, 500 Pearl Street, New York, NY 10007.

All inquiries concerning this notice and the Claim Form should be directed to:

*In re SunEdison, Inc. Securities Litigation*  
c/o Analytics Consulting  
P.O. Box 2007  
Chanhassen, MN 55317-2007  
1-866-887-2962  
[info@SunEdisonSecuritiesLitigation.com](mailto:info@SunEdisonSecuritiesLitigation.com)

and/or

Bernstein Litowitz Berger & Grossmann LLP  
Salvatore J. Graziano  
Katherine M. Sinderson  
Adam Hollander  
1251 Avenue of the Americas  
New York, NY 10020  
1-800-380-8496  
[settlements@blbgllaw.com](mailto:settlements@blbgllaw.com)

**DO NOT CALL OR WRITE THE COURT, THE OFFICE OF THE CLERK OF THE COURT, DEFENDANTS, OR THEIR COUNSEL REGARDING THIS NOTICE.**

Dated: July 30, 2019

By Order of the Court  
United States District Court  
Southern District of New York

**PROPOSED PLAN OF ALLOCATION OF THE NET SETTLEMENT FUND**

73. If approved by the Court, the plan of allocation set forth below (the “Plan of Allocation”) will determine how the net proceeds of the Settlement will be distributed to members of the Class who submit timely and valid Claims (“Authorized Claimants”).

**I. GENERAL PROVISIONS**

74. Pursuant to the Settlement, Defendants have agreed to pay or caused to be paid seventy-four million dollars (\$74,000,000) in cash, plus a potential Supplemental Payment, depending on certain contingencies, of up to an additional two million dollars (\$2,000,000) (collectively, the “Settlement Amount”). The Settlement Amount plus any interest earned thereon is referred to as the “Settlement Fund.” If the Settlement is approved by the Court and the Effective Date occurs, the “Net Settlement Fund” (that is, the Settlement Fund less (a) all federal, state and/or local taxes on any income earned by the Settlement Fund and the reasonable costs incurred in connection with determining the amount of and paying taxes owed by the Settlement Fund (including reasonable expenses of tax attorneys and accountants); (b) the costs and expenses incurred in connection with providing notice to Class Members and administering the Settlement on behalf of Class Members; (c) any attorneys’ fees and Litigation Expenses awarded by the Court; and (d) any other costs or fees approved by the Court) will be distributed to Class Members who submit valid Claim Forms, in accordance with this proposed Plan of Allocation or such other plan of allocation as the Court may approve.

75. The objective of the Plan of Allocation is to equitably distribute the Net Settlement Fund to Class Members who allegedly suffered economic losses as a result of the alleged wrongdoing in the Action. The calculations made pursuant to the Plan of Allocation are not intended to be estimates of, nor indicative of, the amounts that Class Members might have been able to recover after a trial. Nor are the calculations pursuant to the Plan of Allocation intended to be estimates of the amounts that will be paid to Authorized Claimants pursuant to the Settlement. The computations under the Plan of Allocation are only a method to weigh the claims of Authorized Claimants against one another for the purposes of making *pro rata* allocations of the Net Settlement Fund.

76. The Net Settlement Fund will not be distributed unless and until the Court has approved the Settlement and a plan of allocation, and the time for any petition for rehearing, appeal, or review, whether by certiorari or otherwise, has expired.

77. Neither Defendants nor any other person or entity that paid any portion of the Settlement Amount on their behalf are entitled to get back any portion of the Settlement Fund once the Court’s order or judgment approving the Settlement becomes Final. Defendants shall not have any liability, obligation, or responsibility for the administration of the Settlement, the disbursement of the Net Settlement Fund, or the Plan of Allocation or such other plan of allocation as may be approved by the Court.

78. Approval of the Settlement is independent from approval of a plan of allocation. Any determination with respect to a plan of allocation will not affect the Settlement, if approved.

79. The Plan of Allocation is intended to compensate Class Members who purchased or acquired SunEdison common stock during the Exchange Act Class Period and were damaged thereby and Class Members who purchased or acquired SunEdison preferred stock during the Securities Act Class Period and were damaged thereby. Collectively, SunEdison common stock and SunEdison preferred stock are referred to as the “SunEdison Securities”. No other securities other than SunEdison common stock and SunEdison preferred stock are eligible for compensation under the Settlement.

80. Unless the Court otherwise orders, any Class Member who fails to submit a Claim Form postmarked no later than November 27, 2019 shall be forever barred from receiving payments pursuant to the Settlement but will in all other respects remain a member of the Class and the applicable subclasses of which he, she, or it is a member and be subject to the applicable provisions of the Stipulation, including the terms of any Judgment entered and releases given.

81. Each Claim must provide all of the information requested therein and provide sufficient supporting documentation as stated therein.

82. Participants in and beneficiaries of a plan covered by ERISA (“ERISA Plan”) should NOT include any information relating to their transactions in SunEdison Securities held through an ERISA Plan in any Claim that they may submit in this Action. They should include ONLY those securities that they purchased, acquired, or sold outside of an ERISA Plan. Claims based on any ERISA Plan’s purchases, acquisitions, or sales of SunEdison Securities during either the Securities Act Class Period and/or Exchange Act Class Period may be made by the plan’s trustees.

83. The Court has reserved jurisdiction to allow, disallow, or adjust on equitable grounds the Claim of any Class Member.

84. Each Claimant shall be deemed to have submitted to the jurisdiction of the Court with respect to his, her, or its Claim.

85. Only Class Members or persons authorized to submit a Claim on their behalf will be eligible to share in the distribution of the Net Settlement Fund. Persons and entities that are excluded from the Class by definition or that previously excluded themselves from the Class as a whole pursuant to request in connection with the Class Notice will not be eligible to receive a distribution from the Net Settlement Fund and should not submit Claim Forms.

## **II. ALLOCATION OF THE SETTLEMENT AMOUNT INTO THE EXCHANGE ACT CLAIM FUND AND SECURITIES ACT CLAIM FUND**

86. The Net Settlement Fund is divided into two separate funds for purposes of making allocations to Authorized Claimants:

- a) The **Exchange Act Claim Fund** will compensate members of the Exchange Act Subclass – persons and entities who or which purchased or otherwise acquired shares of **SunEdison common stock** from after the close of trading on September 2, 2015 through the close of trading on April 3, 2016 (the “Exchange Act Class Period”), and were damaged thereby. Plaintiffs allege that members of the Exchange Act Subclass purchased or acquired SunEdison common stock at prices that were artificially inflated as a result of a materially false statement made by SunEdison’s former CEO after the close of trading on September 2, 2015 and were allegedly damaged when the alleged misstatement was revealed and the price of SunEdison common stock declined.
- b) The **Securities Act Claim Fund** will compensate members of the Securities Act Subclass – persons and entities who or which purchased or otherwise acquired shares of **SunEdison preferred stock** from August 18, 2015 through November 9, 2015, inclusive (the “Securities Act Class Period”), and were damaged thereby. Plaintiffs allege that the offering documents for SunEdison’s offering of preferred stock on August 18, 2015 contained material omissions and misrepresentations and that members of the Securities Act Subclass who purchased SunEdison preferred stock pursuant to or traceable to the offering through and including November 9, 2015 and who sold or held their shares for a loss were allegedly damaged.

87. The Net Settlement Fund will be allocated between the Exchange Act Claim Fund and Securities Act Claim Fund based on the identity of the Defendants contributing to the Settlement, the amounts of their respective contributions to the Settlement, and the types of claims asserted against each group of Defendants. The entire portion of the Settlement Amount that was paid by or on behalf of the Underwriter Defendants (less proportional fees and expenses) will be allocated to the Securities Act Claim Fund. The portion of the Current Settlement Amount that was paid by or on behalf of the SunEdison Defendants will be divided between the two Claim Funds in proportion to Plaintiffs’ damages expert’s estimate of the size of total damages for the Exchange Act Subclass and the Securities Act Subclass. Any amounts paid as part of the Supplemental Payment will be included in the Exchange Act Claim Fund. Based on these calculations:

- a) The **Exchange Act Claim Fund** will be allocated \$19.5 million, as well as any amounts paid as part of the potential Supplemental Payment of up to \$2 million, *less* a proportional amount of the total Court-approved attorneys’ fees, Litigation Expenses, Taxes, and Notice and Administration Costs for the Settlement.
- b) The **Securities Act Claim Fund** will be allocated \$54.5 million, less a proportional amount of the total Court-approved attorneys’ fees, Litigation Expenses, Taxes, and Notice and Administration Costs for the Settlement.
- c) All Court-approved attorneys’ fees, Litigation Expenses, Taxes, and Notice and Administration Costs for the Settlement will be deducted proportionally based on the relative size of the two Claim Funds.

88. As detailed below, the Exchange Act Claim Fund will be allocated on a *pro rata* basis according to each Authorized Claimant’s Exchange Act Recognized Claim (which will be calculated based on his, her, or its purchases of SunEdison common stock during the Exchange Act Class Period), and the Securities Act Claim Fund will be allocated on a *pro rata* basis according to each Authorized Claimant’s Securities Act Recognized Claim (which will be calculated based on his, her, or its purchases of SunEdison preferred stock during the Securities Act Class Period).

89. Any Class Member who is excluded from the Exchange Act Subclass shall not be eligible for any payment from the Exchange Act Claim Fund. Any Class Member who is excluded from the Securities Act Subclass shall not be eligible for any payment from the Securities Act Claim Fund. Any person or entity who is excluded from the Class as a whole or who is not a member of the Class by definition shall not be eligible for any payment from the Net Settlement Fund.

## **III. CALCULATION OF RECOGNIZED LOSS AMOUNTS**

### **EXCHANGE ACT CALCULATIONS – FOR COMMON STOCK**

90. Section 10(b) of the Exchange Act serves as the basis for the calculation of claims based on the purchase or acquisition of SunEdison common stock during the Exchange Act Class Period under the Plan of Allocation. In developing the Plan of Allocation, Plaintiffs’ damages expert calculated the estimated amount of artificial inflation in the closing prices of SunEdison common stock which allegedly was proximately caused by Defendants’ alleged false and misleading statements and material omissions. In calculating the estimated artificial inflation allegedly caused by Defendants’ alleged misrepresentations and omissions, Plaintiffs’ damages expert considered price changes in SunEdison common stock in reaction to certain public announcements allegedly revealing the truth concerning Defendants’ alleged misrepresentations and material omissions, adjusting for price changes that were attributable to market or industry forces. The estimated artificial inflation per share of SunEdison common stock during the Exchange Act Class Period is stated in Table A at the end of this Notice.

91. For losses to be compensable damages under Section 10(b) of the Exchange Act, the disclosure of the allegedly misrepresented information must be, among other things, the cause of the decline in the price or value of the security. In this case, Lead Plaintiff alleges that Defendants made false statements and omitted material facts during the Exchange Act Class Period which had the effect of artificially inflating the prices of SunEdison common stock. Lead Plaintiff further alleges that corrective information was released to the market on several dates which partially removed the artificial inflation from the price of SunEdison common stock on: November 10, 2015, January 7, 2016, February 12, 2016, March 1, 2016, March 22, 2016, March 29, 2016, and April 4, 2016.

92. Exchange Act Recognized Loss Amounts for transactions in SunEdison common stock are calculated under the Plan of Allocation based primarily on the difference in the amount of alleged artificial inflation in the prices of SunEdison common stock at the time of purchase or acquisition and at the time of sale, or the difference between the actual purchase/acquisition price and sale price. Accordingly, in order to have an Exchange Act Recognized Loss Amount under the Plan of Allocation, a member of the Exchange Act Subclass who or which purchased or otherwise acquired SunEdison common stock prior to the first alleged corrective disclosure, which occurred after the close of trading on November 9, 2015, must have held the SunEdison common stock through at least that time. A member of the Exchange Act Subclass who or which purchased or otherwise acquired SunEdison common stock after November 9, 2015 must have held the SunEdison common stock through at least a later alleged corrective disclosure.

### **SunEdison Common Stock**

93. Based on the formula stated below, an “Exchange Act Recognized Loss Amount” will be calculated for each purchase or acquisition of SunEdison common stock from after the close of trading on September 2, 2015 through the close of trading on April 3, 2016 (the “Exchange Act Class Period”) that is listed on the Claim Form and for which adequate documentation is provided. If an Exchange Act Recognized Loss Amount calculates to a negative number or zero under the formula below, that number will be zero.

94. For each share of SunEdison common stock purchased or otherwise acquired from after the close of trading on September 2, 2015 through the close of trading on April 3, 2016, and:

- a) Sold before November 10, 2015, the Exchange Act Recognized Loss Amount will be \$0.00 per share.
- b) Sold from November 10, 2015 through and including April 3, 2016, the Exchange Act Recognized Loss Amount will be **the lesser of**: (i) the amount of artificial inflation per share on the date of purchase/acquisition as stated in Table A (at the end of this notice) *minus* the amount of artificial inflation per share on the date of sale as stated in Table A; or (ii) the purchase/acquisition price *minus* the sale price.
- c) Sold from April 4, 2016 through and including the close of trading on July 1, 2016, the Exchange Act Recognized Loss Amount will be **the least of**: (i) the amount of artificial inflation per share on the date of purchase/acquisition as stated in Table A (at the end of this notice); (ii) the purchase/acquisition price *minus* the average closing price between April 4, 2016 and the date of sale as stated in Table B (at the end of this notice); or (iii) the purchase/acquisition price *minus* the sale price.
- d) Held as of the close of trading on July 1, 2016, the Exchange Act Recognized Loss Amount will be **the lesser of**: (i) the amount of artificial inflation per share on the date of purchase/acquisition as stated in Table A (at the end of this notice); or (ii) the purchase/acquisition price *minus* \$0.21 per share.<sup>10</sup>

### **SECURITIES ACT CALCULATIONS – FOR PREFERRED STOCK**

95. Securities Act claims were asserted with respect to shares of SunEdison preferred stock purchased or otherwise acquired pursuant or traceable to the Preferred Offering on August 18, 2015 and that were purchased or acquired prior to November 10, 2015. Because the Preferred Offering was an initial offering of the security, all shares of SunEdison preferred stock purchased from the initial offering date of the security on August 18, 2015 through November 9, 2015 are traceable to the Preferred Offering and potentially eligible for recovery under the Securities Act.

96. The claims asserted in the Action under Section 11 of the Securities Act serve as the basis for the calculation of the Securities Act Recognized Loss Amounts under the Plan of Allocation. Section 11 of the Securities Act provides a statutory formula for the calculation of damages under that provision. The formulas stated below, which were developed by Plaintiffs’ damages expert, generally track the statutory formula. For purposes of the statutory calculations, July 22, 2016, the date of filing of the initial complaint in the Action, is considered to be the “date of suit” and the value of SunEdison preferred stock on July 22, 2016 is considered to have been zero.

### **SunEdison Preferred Stock**

97. Based on the formulas stated below, a “Securities Act Recognized Loss Amount” will be calculated for each purchase/acquisition of SunEdison preferred stock from its initial offering on August 18, 2015 through the close of trading on November 9, 2015 (the “Securities Act Class Period”). If a Securities Act Recognized Loss Amount calculates to a negative number or zero under the formula below, that number will be zero.

98. For each share of SunEdison preferred stock purchased or otherwise acquired from its initial offering on August 18, 2015 through the close of trading on November 9, 2015, and

- a) Sold before the close of trading on July 22, 2016, the Securities Act Recognized Loss Amount will be the purchase/acquisition price (not to exceed \$1,000, the issue price of the Preferred Offering) *minus* the sale price.
- b) Held as of the close of trading on July 22, 2016, the Securities Act Recognized Loss Amount will be the purchase/acquisition price (not to exceed \$1,000, the issue price of the Preferred Offering).

<sup>10</sup> Pursuant to Section 21(D)(e)(1) of the Exchange Act, “in any private action arising under this title in which the plaintiff seeks to establish damages by reference to the market price of a security, the award of damages to the plaintiff shall not exceed the difference between the purchase or sale price paid or received, as appropriate, by the plaintiff for the subject security and the mean trading price of that security during the 90-day look-back period beginning on the date on which the information correcting the misstatement or omission that is the basis for the action is disseminated to the market.” Consistent with the requirements of the Exchange Act, Exchange Act Recognized Loss Amounts are reduced to an appropriate extent by taking into account the closing prices of SunEdison common stock during the 90-day look-back period from April 4, 2016 through and including July 1, 2016. The mean (average) closing price for SunEdison common stock during this 90-day look-back period was \$0.21 per share.

## ADDITIONAL PROVISIONS

99. **Calculation of Claimant's "Exchange Act Recognized Claim":** A Claimant's "Exchange Act Recognized Claim" will be the sum of his, her, or its Exchange Act Recognized Loss Amounts as calculated above with respect to all purchases or acquisitions of SunEdison common stock during the Exchange Act Class Period.

100. **Calculation of Claimant's "Securities Act Recognized Claim":** A Claimant's "Securities Act Recognized Claim" will be the sum of his, her, or its Securities Act Recognized Loss Amounts as calculated above with respect to all purchases or acquisitions of SunEdison preferred stock during the Securities Act Class Period.

101. **FIFO Matching:** If a Class Member made more than one purchase/acquisition or sale of SunEdison common stock and/or preferred stock during the Exchange Act Class Period or Securities Act Class Period, respectively, all purchases/acquisitions and sales of the like security will be matched on a First In, First Out ("FIFO") basis. Sales will be matched first against any holdings at the beginning of the relevant Class Period (if applicable), and then against purchases/acquisitions in chronological order, beginning with the earliest purchase/acquisition made during the security's respective Class Period.

102. **Purchase/Sale Prices:** For the purposes of calculations in this Plan of Allocation, "purchase/acquisition price" means the actual price paid, excluding all fees, taxes, and commissions, and "sale price" means the actual amount received, not deducting any fees, taxes, and commissions.

103. **Purchase/Sale Dates:** Purchases or acquisitions and sales of SunEdison common stock and/or preferred stock will be deemed to have occurred on the "contract" or "trade" date as opposed to the "settlement" or "payment" date. The receipt or grant by gift, inheritance, or operation of law of SunEdison common stock and/or preferred stock during their respective Class Periods shall not be deemed a purchase, acquisition, or sale of these securities for the calculation of a Claimant's Recognized Loss Amount, nor shall the receipt or grant be deemed an assignment of any claim relating to the purchase/acquisition/sale of such securities unless (i) the donor or decedent purchased or otherwise acquired or sold SunEdison common stock and/or preferred stock during the relevant Class Period; (ii) the instrument of gift or assignment specifically provides that it is intended to transfer such rights; and (iii) no Claim was submitted by or on behalf of the donor, on behalf of the decedent, or by anyone else with respect to those shares of SunEdison common stock and/or SunEdison preferred stock.

104. **Short Sales:** The date of covering a "short sale" is deemed to be the date of purchase or acquisition of the SunEdison common stock or preferred stock. The date of a "short sale" is deemed to be the date of sale of the SunEdison common stock or preferred stock. In accordance with the Plan of Allocation, however, the Exchange Act Recognized Loss Amount or Securities Act Recognized Loss Amount on "short sales" and the purchases covering "short sales" is zero.

105. **Securities Purchased/Sold Through the Exercise of Options:** Option contracts are not securities eligible to participate in the Settlement. With respect to any shares of SunEdison common stock or preferred stock purchased or sold through the exercise of an option, the purchase/sale date of the stock is the exercise date of the option and the purchase/sale price is the exercise price of the option.

106. **Exchange Act Market Gains and Losses:** The Claims Administrator will determine if the Claimant had an "Exchange Act Market Gain" or an "Exchange Act Market Loss" with respect to his, her, or its overall transactions during the Exchange Act Class Period with respect to all shares of SunEdison common stock purchased or acquired during the Exchange Act Class Period. For purposes of making this calculation, the Claims Administrator shall determine the difference between (i) the Claimant's Total Common Stock Purchase Amount<sup>11</sup> and (ii) the sum of the Claimant's Total Common Stock Sales Proceeds<sup>12</sup> and the Claimant's Common Stock Holding Value.<sup>13</sup> If the Claimant's Total Common Stock Purchase Amount minus the sum of the Claimant's Total Common Stock Sales Proceeds and the Common Stock Holding Value is a positive number, that number will be the Claimant's "Exchange Act Market Loss"; if the number is a negative number or zero, that number will be the Claimant's "Exchange Act Market Gain".

107. If a Claimant had an Exchange Act Market Gain with respect to his, her, or its overall transactions in SunEdison common stock during the Exchange Act Class Period, the value of the Claimant's Exchange Act Recognized Claim will be zero, and the Claimant will in any event be bound by the Settlement. If a Claimant suffered an overall Exchange Act Market Loss with respect to his, her, or its overall transactions in SunEdison common stock during the Exchange Act Class Period but that Exchange Act Market Loss was less than the Claimant's Exchange Act Recognized Claim, then the Claimant's Exchange Act Recognized Claim will be limited to the amount of the Exchange Act Market Loss.

108. **Securities Act Market Gains and Losses:** The Claims Administrator will determine if the Claimant had a "Securities Act Market Gain" or a "Securities Act Market Loss" with respect to his, her, or its overall transactions in SunEdison preferred stock during the Securities Act Class Period. For purposes of making this calculation, the Claims Administrator shall determine the difference between the Claimant's Total Preferred Stock Purchase Amount<sup>14</sup> and (ii) the sum of the Claimant's Total Preferred Stock Sales Proceeds.<sup>15</sup> If the Claimant's Total Preferred

<sup>11</sup> The "Total Common Stock Purchase Amount" is the total amount the Claimant paid (excluding all fees, taxes, and commissions) for all SunEdison common stock purchased/acquired during the Exchange Act Class Period.

<sup>12</sup> The Claims Administrator shall match any sales of SunEdison common stock during the Exchange Act Class Period first against the Claimant's opening position in the SunEdison common stock (the proceeds of those sales will not be considered for purposes of calculating market gains or losses). The total amount received (not deducting any fees, taxes, and commissions) for sales of the remaining SunEdison common stock, sold during the Exchange Act Class Period is the "Total Common Stock Sales Proceeds."

<sup>13</sup> The Claims Administrator shall ascribe a "Common Stock Holding Value" of \$0.21 to each share of SunEdison common stock purchased/acquired during the Exchange Act Class Period that was still held as of the close of trading on April 3, 2016.

<sup>14</sup> The "Total Preferred Stock Purchase Amount" is the total amount the Claimant paid (excluding all fees, taxes, and commissions) for SunEdison preferred stock purchased/acquired during the Securities Act Class Period.

<sup>15</sup> The total amount received (not deducting any fees, taxes, and commissions) for sales of SunEdison preferred stock sold during the Securities Act Class Period is the "Total Preferred Stock Sales Proceeds."

Stock Purchase Amount *minus* the Claimant's Total Preferred Stock Sales Proceeds is a positive number, that number will be the Claimant's "Securities Act Market Loss"; if the number is a negative number or zero, that number will be the Claimant's "Securities Act Market Gain".

109. If a Claimant had a Securities Act Market Gain with respect to his, her, or its overall transactions in SunEdison preferred stock during the Securities Act Class Period, the value of the Claimant's Securities Act Recognized Claim will be zero, and the Claimant will in any event be bound by the Settlement. If a Claimant suffered an overall Securities Act Market Loss with respect to his, her, or its overall transactions in SunEdison preferred stock during the Securities Act Class Period but that Securities Act Market Loss was less than the Claimant's Securities Act Recognized Claim, then the Claimant's Securities Act Recognized Claim will be limited to the amount of the Securities Act Market Loss.

110. **Allocation of the Exchange Act Claim Fund:** Each member of the Exchange Act Subclass who submits a Claim that is approved by the Court for payment from the Exchange Act Claim Fund will be an "Exchange Act Authorized Claimant". Each Exchange Act Authorized Claimant will receive a *pro rata* share of the Exchange Act Claim Fund, which will be his, her, or its Exchange Act Recognized Claim divided by the sum total of the Exchange Act Recognized Claims of all Exchange Act Authorized Claimants, multiplied by the total amount in the Exchange Act Claim Fund.

111. **Allocation of the Securities Act Claim Fund:** Each member of the Securities Act Subclass who submits a Claim that is approved by the Court for payment from the Securities Act Claim Fund will be an "Securities Act Authorized Claimant". Each Securities Act Authorized Claimant will receive a *pro rata* share of the Securities Act Claim Fund, which will be his, her, or its Securities Act Recognized Claim divided by the sum total of the Securities Act Recognized Claims of all Securities Act Authorized Claimants, multiplied by the total amount in the Securities Act Claim Fund.

112. **Distribution Amount:** The Distribution Amount paid to an Authorized Claimant will be the sum of (i) his, her, or its *pro rata* share, if any, of the Exchange Act Claim Fund; and (ii) his, her, or its *pro rata* share, if any, of the Securities Act Claim Fund. If an Authorized Claimant's Distribution Amount calculates to less than \$10.00, no distribution will be made to that Authorized Claimant.

113. After the initial distribution of the Net Settlement Fund, the Claims Administrator will make reasonable and diligent efforts to have Authorized Claimants cash their distribution checks. To the extent any monies remain in the Net Settlement Fund (including either of the respective Claim Funds) after the initial distribution, if Lead Counsel, in consultation with the Claims Administrator, determines that it is cost-effective to do so, the Claims Administrator, no less than seven (7) months after the initial distribution, will conduct a re-distribution of the funds remaining after payment of any unpaid fees and expenses incurred in administering the Settlement, including for such re-distribution, to Authorized Claimants who have cashed their initial distributions and who would receive at least \$10.00 from such re-distribution. Additional re-distributions to Authorized Claimants who have cashed their prior checks and who would receive at least \$10.00 on such additional re-distributions may occur thereafter if Lead Counsel, in consultation with the Claims Administrator, determines that additional re-distributions, after the deduction of any additional fees and expenses incurred in administering the Settlement, including for such re-distributions, would be cost-effective. At such time as it is determined that the re-distribution of funds remaining in the Net Settlement Fund is not cost effective, the remaining balance will be contributed to non-sectarian, not-for-profit organization(s), to be recommended by Lead Counsel and approved by the Court.

114. Payment pursuant to the Plan of Allocation, or such other plan of allocation as may be approved by the Court, shall be conclusive against all Claimants. No person shall have any claim against Plaintiffs, Plaintiffs' Counsel, Plaintiffs' damages expert, Defendants, Defendants' Counsel, or any of the other Plaintiffs' Releasees or Defendants' Releasees, or the Claims Administrator or other agent designated by Lead Counsel arising from distributions made substantially in accordance with the Stipulation, the plan of allocation approved by the Court, or further Orders of the Court. Plaintiffs, Defendants, Defendants' Counsel, and all other Defendants' Releasees, shall have no responsibility or liability whatsoever for the investment or distribution of the Settlement Fund, Net Settlement Fund, or respective Claim Funds; the plan of allocation; the determination, administration, calculation, or payment of any Claim or nonperformance of the Claims Administrator; the payment or withholding of Taxes; or any losses incurred in connection therewith.

115. The Plan of Allocation set forth herein is the plan that is being proposed to the Court for its approval by Plaintiffs after consultation with their damages expert. The Court may approve this plan as proposed or it may modify the Plan of Allocation without further notice to the Class. Any Orders regarding any modification of the Plan of Allocation will be posted on the settlement website, [www.SunEdisonSecuritiesLitigation.com](http://www.SunEdisonSecuritiesLitigation.com).

**Table A****Estimated Artificial Inflation in SunEdison Common Stock**

<b>Date Range</b>	<b>Artificial Inflation Per Share</b>
September 2, 2015 (after the close of trading) through November 9, 2015	\$5.65
November 10, 2015 through January 6, 2016	\$4.19
January 7, 2016 through February 11, 2016	\$2.42
February 12, 2016 through February 29, 2016	\$1.78
March 1, 2016 through March 21, 2016	\$1.33
March 22, 2016 through March 28, 2016	\$0.91
March 29, 2016 through April 3, 2016	\$0.21
April 4, 2016 and later	\$0.00

**Table B****SunEdison Common Stock Closing Price and Average Closing Price**

April 4, 2016 through July 1, 2016

<b>Date</b>	<b>Closing Price</b>	<b>Average Closing Price</b>	<b>Date</b>	<b>Closing Price</b>	<b>Average Closing Price</b>	<b>Date</b>	<b>Closing Price</b>	<b>Average Closing Price</b>
4/4/2016	\$0.21	\$0.21	5/4/2016	\$0.23	\$0.31	6/6/2016	\$0.16	\$0.24
4/5/2016	\$0.26	\$0.24	5/5/2016	\$0.20	\$0.31	6/7/2016	\$0.17	\$0.24
4/6/2016	\$0.37	\$0.28	5/6/2016	\$0.19	\$0.30	6/8/2016	\$0.16	\$0.24
4/7/2016	\$0.40	\$0.31	5/9/2016	\$0.21	\$0.30	6/9/2016	\$0.16	\$0.23
4/8/2016	\$0.36	\$0.32	5/10/2016	\$0.19	\$0.29	6/10/2016	\$0.17	\$0.23
4/11/2016	\$0.39	\$0.33	5/11/2016	\$0.19	\$0.29	6/13/2016	\$0.17	\$0.23
4/12/2016	\$0.40	\$0.34	5/12/2016	\$0.17	\$0.29	6/14/2016	\$0.16	\$0.23
4/13/2016	\$0.37	\$0.35	5/13/2016	\$0.17	\$0.28	6/15/2016	\$0.16	\$0.23
4/14/2016	\$0.59	\$0.37	5/16/2016	\$0.15	\$0.28	6/16/2016	\$0.15	\$0.23
4/15/2016	\$0.37	\$0.37	5/17/2016	\$0.13	\$0.27	6/17/2016	\$0.15	\$0.23
4/18/2016	\$0.34	\$0.37	5/18/2016	\$0.13	\$0.27	6/20/2016	\$0.14	\$0.22
4/19/2016	\$0.32	\$0.37	5/19/2016	\$0.13	\$0.27	6/21/2016	\$0.14	\$0.22
4/20/2016	\$0.34	\$0.36	5/20/2016	\$0.16	\$0.26	6/22/2016	\$0.14	\$0.22
4/21/2016	\$0.34	\$0.36	5/23/2016	\$0.16	\$0.26	6/23/2016	\$0.14	\$0.22
4/22/2016	\$0.22	\$0.35	5/24/2016	\$0.15	\$0.26	6/24/2016	\$0.13	\$0.22
4/25/2016	\$0.22	\$0.34	5/25/2016	\$0.15	\$0.25	6/27/2016	\$0.13	\$0.22
4/26/2016	\$0.24	\$0.34	5/26/2016	\$0.15	\$0.25	6/28/2016	\$0.13	\$0.22
4/27/2016	\$0.25	\$0.33	5/27/2016	\$0.16	\$0.25	6/29/2016	\$0.13	\$0.21
4/28/2016	\$0.24	\$0.33	5/31/2016	\$0.16	\$0.25	6/30/2016	\$0.14	\$0.21
4/29/2016	\$0.24	\$0.32	6/1/2016	\$0.14	\$0.24	7/1/2016	\$0.15	\$0.21
5/2/2016	\$0.24	\$0.32	6/2/2016	\$0.15	\$0.24			
5/3/2016	\$0.24	\$0.32	6/3/2016	\$0.15	\$0.24			