

C2 Research Circular #C2-RS17-173

DATE: May 15, 2017

To: Permit Holders
From: Scott Speer
RE: MoneyGram International, Inc. ("MGI") Proposed Merger
with Alipay (Hong Kong) Holding Limited

Shareholders of MoneyGram International, Inc. ("MGI") will vote on Tuesday, May 16, 2017, to approve a proposed Merger between MGI and MoneyGram International, Inc., a wholly owned subsidiary of Alipay (Hong Kong) Holding Limited. Pursuant to the terms of the Merger, each share of MGI Common Stock outstanding immediately prior to the consummation of the Merger will be converted into the right to receive **\$18.00 cash**, without interest, per MGI share. The Merger is expected to become effective in the second half of 2017.

THE FOREGOING IS AN UNOFFICIAL SUMMARY OF THE TERMS OF THE MERGER, PREPARED BY C2 FOR THE CONVENIENCE OF ITS PERMIT HOLDERS. C2 ACCEPTS NO RESPONSIBILITY FOR THE ACCURACY OR COMPLETENESS OF THE SUMMARY. PERMIT HOLDERS SHOULD REFER TO THE MONEYGRAM INTERNATIONAL, INC. AND ALIPAY (HONG KONG) HOLDING LIMITED JOINT PROXY STATEMENT/PROSPECTUS DATED APRIL 10, 2017, FOR THE AUTHORITATIVE DESCRIPTION OF THE MERGER AND ALL OF ITS TERMS AND CONDITIONS.

Contract Adjustment

Pursuant to Article VI, Section 11 and 11A of The Options Clearing Corporation's By-Laws, all outstanding MGI options shall be adjusted as follows. On the business day immediately following the Effective Time of the Merger each MoneyGram International, Inc. contract will be adjusted to require, upon exercise, the per-contract delivery or receipt of **\$1,800.00 in cash**. Strike prices will remain the same, and the option symbol will remain **MGI**.

Please be aware that trading in the adjusted MGI options will be suspended as of the date on which the option contract is adjusted. There will be no restrictions on the exercise of the adjusted MGI options.

Acceleration of Expirations

Pursuant to OCC Rule 807, equity stock option contracts whose deliverables are adjusted to call for cash-only delivery will be subject to an acceleration of the expiration dates for outstanding option series.

Questions regarding this memo can be addressed to Options Industry Services at 1-888-OPTIONS (1-888-678-4667). C2 contract adjustment memos can also be accessed from www.c2exchange.com at the following web address:

<http://www.c2exchange.com/ContractAdjustments>