



## Relationship Disclosure Information

---

Capital Street Group Investment Service Inc. (**CSG** or the **Firm**) is registered with the British Columbia Securities Commission (**BCSC**), the Alberta Securities Commission, the Ontario Securities Commission, the Autorité des Marchés Financiers (Quebec), and the Yukon Superintendent of Securities as an exempt market dealer (**EMD**). The BCSC is the principal regulator of CSG.

As an EMD, CSG can trade or underwrite exempt market securities. There are risks associated with exempt market securities. Exempt market securities may not be listed on any stock exchange which could restrict your ability to resell them. There could be a lockup period that applies to the security which restricts you from trading, selling or transferring the security. Some securities may include a warrant, which also has a lockup period and an expiry date. It is possible the warrant may be worthless at the expiry date.

Issuers of exempt market securities generally do not have to file a prospectus. A prospectus describes the investment in detail and gives you some legal protections. There is a risk that the issuer will be unable to meet interest and principal payments on its obligations on a timely basis. Furthermore, the securities could be from a non-reporting issuer. This type of issuer does not have to publish financial information or notify the public of changes in its business.

CSG's core service is fundraising for quality microcap public companies. The Firm primarily conducts private placements with accredited investors for companies listed on the TSX Venture Exchange. The Firm also provides a range of advisory services including merger and acquisitions and investor relations. These types of investments may not be suitable for all clients. CSG will make a determination to ensure the proposed investment is suitable for you. To assess the suitability of proposed investments, CSG will obtain information relating to your investment objectives, risk tolerance, investment knowledge and financial situation.

Private placements are investments conducted on behalf of the issuer. The contractual agreement regarding the investment is between you and the issuer. CSG provides clients with a subscription agreement or other documentation to demonstrate ownership of an investment. CSG deals with clients on a transactional and often infrequent basis and does not hold or have access to client assets. Similarly, clients do not make payments to CSG but to the issuer or its legal representative.

CSG does not charge a fee to clients, however, it does earn a one-time sales commission which is paid by the issuer for each trade where CSG has acted as agent. The commission from the issuer to CSG is usually 3% to 10% of the subscription price. The commission is disclosed in the offering documents of the issuer.

Using borrowed money to finance the purchase of securities involves greater risk than a purchase using cash resources only. If you borrow money to purchase securities, your responsibility to repay the loan and pay interest as required by its terms remains the same even if the value of the securities purchased declines.