

FAQ

1. WHAT IS KATIPULT?

Katapult is an automated, integrated, centralized digital online private placement platform; allowing investors to sign their documents securely online.

2. WHAT DOES KATIPULT DO?

- **Automated platform:** private placement documents will be automatically generated;
- **Guided Processes:** step by step assistance for investors;
- **Managed Subscriptions:** process subscription agreements electronically and provides real-time tracking and deal status, auto fill and electronic signature of subscription agreements;
- **Enterprise-Grade Security:** safely store information on enterprise cloud;
- **Mobile or Desktop:** Investors can sign from their phone or from their desktop computers
- **Bulk Send Module:** Allow Investment Advisors to send out their documents for signature in minutes.

3. WHY USE KATIPULT?

- It brings private placements online and improves efficiency
- Enables Compliance to review documents in a timely manner;
- Simplify administration – automate and eliminates redundant processes and costs;

4. WHAT ARE SOME OF THE BENEFITS OF USING KATIPULT?

- Investor electronic signatures will not be required to be witnessed;
- Auto fill of the subscription agreement will reduce errors and omissions by investors
- Close deals faster.

5. WHO CAN USE KATIPULT:

- A Subscriber who is purchasing securities via a private placement where Canaccord Genuity is acting as an agent or a finder;
- The subscriber is required to have an account with Canaccord Genuity;
- For the first phase of Katapult, Investors will have to qualify for one of the following exemptions:
 - » Your net income before taxes was more than \$200,000 in each of the 2 most recent calendar years, and you expect it to be more than \$200,000 in the current calendar year. (You can find your net income before taxes on your personal income tax return.)
 - » Your net income before taxes combined with your spouse's was more than \$300,000 in each of the 2 most recent calendar years, and you expect your combined net income before taxes to be more than \$300,000 in the current calendar year.
 - » Either alone or with your spouse, you own more than \$1 million in cash and securities, after subtracting any debt related to the cash and securities.
 - » Either alone or with your spouse, you have net assets worth more than \$5 million. (Your net assets are your total assets (including real estate) minus your total debt.)

6. NATIONAL INSTRUMENT 45-106 – PROSPECTUS EXEMPTIONS ("NI 4-106") – ACCREDITED INVESTOR. WHAT ARE CANACCORD GENUITY'S REQUIREMENTS?

- Canaccord Genuity will not collect additional financial or relationship information to verify Accredited Investor Status.
- Investors will only be required to complete and execute the Representation Letter for Accredited Investors and Risk Acknowledgement Form 45-106F9 Form for Individual Accredited Investors.