

**Report Pursuant to National Instrument 62-103  
and Section 5.2 of Multilateral Instrument 62-104**

**1. Security and Reporting Issuer**

This report is made pursuant to the provisions of the securities legislation referred to above in connection with certain acquisitions of securities of ThreeD Capital Inc. (the “Company”), 69 Yonge Street, Suite 1010, Toronto, Ontario, M5E 1K3. The transaction did not take place through the facilities of any stock market.

**2. Identity of Acquirer**

1313366 Ontario Inc. (the “Acquirer”)  
55 Burbank Drive  
Thornhill, ON, L4J 7T9

The transaction described in item 1 above took place on May 19, 2017, and did not involve any joint actor of the Acquirer.

**3. Interest in Securities of the Reporting Issuer**

The Acquirer acquired ownership and control of 1,200,000 common shares (the “Subject Shares”) and 1,200,000 common share purchase warrants (the “Subject Warrants” and together with the Subject Shares, the “Subject Units”) of the Company on May 19, 2017. The Subject Units represented approximately 2.5% of all issued and outstanding common shares of the Company as of May 19, 2017 immediately following the transaction described above (or approximately 5.0% on a partially diluted basis, assuming exercise of the Subject Warrants only), resulting in a corresponding increase in the percentage of shares held by the Acquirer as a result of the transaction.

Immediately before the transaction described above, the Acquirer held an aggregate of 1,500,000 common shares of the Company (the “Pre-Closing Shares”) and convertible securities entitling the Acquirer to acquire an additional 2,000,000 common shares of the Company (the “Pre-Closing Convertible Securities”), representing approximately 3.5% of the issued and outstanding common shares of the Company (or approximately 7.7% assuming exercise of such Pre-Closing Convertible Securities only).

Immediately following the transaction described above, the Acquirer held an aggregate of 2,700,000 common shares (the “Post-Closing Shares”) and convertible securities entitling the Acquirer to acquire an additional 3,200,000 common shares of the Company (the “Post-Closing Convertible Securities”), representing approximately 5.7% of the issued and outstanding common shares of the Company (or approximately 11.7% assuming exercise of such Post-Closing Convertible Securities only).

**4. Consideration Paid.**

The aggregate consideration payable for the Subject Units was \$120,000, or \$0.10 per Subject Unit.

**5. Purpose of the Transaction**

The holdings of securities of the Company by the Acquirer are managed for investment purposes. The Acquirer may from time to time acquire additional securities of the Company, dispose of some or all of the existing or additional securities it holds or will hold, or may continue to hold its current positions.

**6. Agreements, Arrangements, Commitments or Understandings with respect to Securities of the Company**

The Subject Units were acquired in a private placement pursuant to a subscription agreement which does not contain any provisions regarding the transfer, guarantee or voting of such securities.

**7. Change in Material Fact.**

Not Applicable.

**8. Exemption.**

Section 2.3 of National Instrument 45-106 on the basis that the Acquirer is a “accredited investor” as defined therein.

**9. Certification**

The undersigned certifies that the information herein is true and complete in every respect.

**DATED** this 19<sup>st</sup> day of May, 2017

**1313366 ONTARIO INC.**

*“Jeffrey Kopman”*

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**Authorized Signatory**