

**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

The transaction described in item 1 above took place on November 14, 2017, and involved the following joint actor of Sheldon Inwentash (“Inwentash”):

- Lynn Factor (the “Joint Actor”), 126 Old Forest Hill Road, Toronto, ON M5P 2R9

The address of Inwentash is 126 Old Forest Hill Road, Toronto, ON M5P 2R9.

3. Interest in Securities of the Reporting Issuer

On August 23, 2018, Inwentash and his Joint Actor acquired ownership and control of an aggregate of 4,500,000 common shares (the “Subject Shares”) and 4,500,000 common share purchase warrants (the “Subject Warrants” and together with the Subject Shares, the “Subject Units”) of the Company. The Subject Units represented approximately 3.4% of all issued and outstanding common shares of the Company as of August 23, 2018 immediately following the transaction described above (or approximately 6.6% on a partially diluted basis, assuming exercise of the Subject Warrants only), resulting in a corresponding increase in the percentage of shares held by Inwentash and the Joint Actor as a result of the transaction.

Immediately before the transaction described above, Inwentash and the Joint Actor held an aggregate of 9,817,677 common shares of the Company (the “Pre-Closing Shares”) and convertible securities entitling Inwentash and the Joint Actor to acquire an additional 17,820,000 common shares of the Company (the “Pre-Closing Convertible Securities”), representing approximately 8.3% of the issued and outstanding common shares of the Company (or approximately 20.3% assuming exercise of such Pre-Closing Convertible Securities only). Of this total, Inwentash held an aggregate of 6,122,677 of the Pre-Closing Shares and 11,575,000 of the Pre-Closing Convertible Securities (representing approximately 5.2% of the issued and outstanding common shares of the Company, or approximately 13.7% assuming exercise of such Pre-Closing Convertible Securities only), and the Joint Actor held an aggregate of 3,695,000 of the Pre-Closing Shares and 6,245,000 of the Pre-Closing Convertible Securities (representing approximately 3.1% of the issued and outstanding common shares of the Company, or approximately 8.0% assuming exercise of such Pre-Closing Convertible Securities only).

Immediately following the transaction described above, Inwentash and the Joint Actor held an aggregate of 14,317,677 common shares (the “Post-Closing Shares”) and convertible securities entitling Inwentash and the Joint Actor to acquire an additional 22,320,000 common shares of the Company (the “Post-Closing Convertible Securities”), representing approximately 10.9% of the issued and outstanding common shares of the Company (or approximately 23.9% assuming exercise of such Post-Closing Convertible Securities only). Of this total, Inwentash held an aggregate of 8,122,677 of the Post-Closing Shares and 13,575,000 of the Post-Closing Convertible Securities (representing approximately 6.2% of the issued and outstanding common shares of the Company, or approximately 15.0% assuming exercise of such Post-Closing Convertible Securities only), and the Joint Actor held an aggregate of 6,195,000 of the Post-Closing Shares and 8,745,000 of the Post-Closing Convertible Securities (representing approximately 4.7% of the issued and outstanding common shares of the Company, or approximately 10.7% assuming exercise of such Post-Closing Convertible Securities only).

4. Consideration Paid.

The aggregate consideration payable for the Subject Units was \$450,000, or \$0.10 per Subject Unit.

5. Purpose of the Transaction

The holdings of securities of the Company by Inwentash and the Joint Actor are managed for investment purposes. Inwentash and the Joint Actor may from time to time acquire additional securities of the Company, dispose of some or all of the existing or additional securities they hold or will hold, or may continue to hold their 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 each of Inwentash and the Joint Actor 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 23th day of August, 2018

“Sheldon Inwentash”

Sheldon Inwentash