

SHARE EXCHANGE AGREEMENT

THIS SHARE PURCHASE AGREEMENT is made effective as of July 17, 2024,

AMONG:

PANTHER MINERALS INC., a company existing under the laws of the Province of British Columbia (the “**Purchaser**”);

AND:

1484506 B.C. LTD., a company incorporated under the laws of the Province of British Columbia (the “**Company**”);

AND:

EACH OF THOSE ADDITIONAL PARTIES LISTED IN

SCHEDULE “A” HERETO (collectively referred to as the “**Shareholders**”);

WHEREAS:

- A. The Company has legal and beneficial title to the Mineral Claims (as defined herein);
- B. The Shareholders legally and beneficially own all of the issued and outstanding Company Shares (as defined herein);
- C. The Shareholders desire to sell, and the Purchaser desires to buy, the Company Shares (as defined herein) as of the Closing Date (as defined herein), upon the terms and conditions set forth herein;
- D. Justin (as defined herein) as the Shareholders’ nominee will receive a cash payment of \$20,000 which \$20,000 will be distributed to the Shareholders by Justin according to their pro-rata Equity Interest (as defined herein) in the Company;
- E. The Share Only Shareholders (as defined herein) and the Purchaser intend for the purchase and sale of the Company Shares by the Share Only Shareholders to the Purchaser to occur pursuant to section 85.1 of the Tax Act (as herein defined);
- F. Pursuant to subsection 85(1) of the Tax Act and any applicable provincial legislation, Justin (as defined herein) and the Purchaser will elect that the Company Shares be transferred by Justin to the Purchaser at an elected amount to be determined by Justin and, in connection therewith, the parties will sign and file an election pursuant to subsection 85(1) of the Tax Act and any applicable provincial legislation.

NOW THEREFORE, in consideration of the mutual covenants and promises contained herein, and for other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, the Parties agree as follows:

ARTICLE 1 - INTERPRETATION

1.1 Definitions

Unless otherwise defined herein or the context otherwise requires, the following terms will have the following meanings in this Agreement:

“**Affiliate**” of a Person means a Person that controls, is controlled by or is under common control with the subject Person, and for the purpose of this definition, a Person will control another Person if such Person has the power to direct or cause the direction of the management and policies of the other Person, whether directly or indirectly, and whether by ownership of shares or other equity interests, the holding of voting or contractual rights, by being the managing partner of a general partnership or the general partner of a limited partnership, or otherwise.

“**Agreement**” means this Share Exchange Agreement, together with any and all Schedules attached hereto, as any may be amended, supplemented, restated and replaced in accordance with the provisions hereof from time to time.

“**Applicable Law**” means:

(a) any domestic or foreign statute, law (including common and civil law), code, ordinance, rule, regulation (including workplace and environmental laws and regulations), restriction or by-law (zoning or otherwise);

(b) any judgement, order, writ, injunction, decision, ruling, decree or award; and

(c) to the extent they have the force of law, policies, guidelines, notices and protocols;

of any Governmental Authority, binding on or affecting the Person referred to in the context in which the term is used or binding on or affecting the property of that Person.

“**Books and Records**” of a Person means all books, records, files and papers of such Person, including financial and Tax working papers, financial and Tax books and records, business reports, business plans and projections, personnel and employment records, minute and share certificate books, and all copies and recordings of the foregoing including all data and information stored on computer-related media.

“**Business Day**” means any day other than a Saturday, a Sunday or a day on which banks are required to be closed in Vancouver, British Columbia.

“**Canadian Securities Laws**” means, collectively, the applicable securities legislation and related rules, regulations, instruments and published policy statements of each of the applicable Provinces and Territories of Canada.

“**Claim**” means:

(a) any suit, action, dispute, investigation, claim, arbitration, order, summons, citation, directive, ticket, charge, demand or prosecution, whether legal or administrative;

(b) any other proceeding; or

(c) any appeal or application for review;

at law or in equity or before or by any Governmental Authority.

“**Closing**” means the completion of the Transaction.

“**Closing Date**” means that date which is on or before the tenth (10th) business day after receipt by the Purchaser of those regulatory approvals required for it to proceed with Closing or such other date as may be agreed to by the Company and the Purchaser in writing.

“**Company Assets**” means all undertakings, property, assets, rights and interests of the Company of every kind and description wherever located, including the undertakings, property, assets, rights and interests of the Company described in the Company Disclosure Letter, including for greater certainty, the Mineral Claims.

“**Company Business**” means the business carried on currently and prior to the date of this Agreement by the Company.

“**Company Disclosure Letter**” means the disclosure letter delivered by the Company to the Purchaser at the same time as the execution and delivery of this Agreement.

“**Company Material Contracts**” has the meaning attributed to such term in Section 4.2(o).

“**Company Shares**” means any Equity Interests in the Company.

“**Confidential Information**” has the meaning attributed to such term in Section 7.1(a).

“**Consideration Shares**” means the 5,000,000 Purchaser Shares to be issued to the Shareholders pursuant to Section 2.2(a).

“**Constating Documents**” means, with respect to any Person, its articles or certificate of incorporation, amendment, amalgamation or continuance, memorandum of association, letters patent, supplementary letters patent, by-laws, partnership agreement, limited liability company agreement or other similar document, and all unanimous shareholder agreements, other shareholder agreements, voting trusts, pooling agreements and similar Contracts, arrangements and understandings applicable to the Person’s Equity Interests, all as amended, supplemented, restated and replaced from time to time.

“**Contract**” means any agreement, contract, indenture, lease, deed of trust, licence, option, undertaking, promise or any other commitment or obligation, whether oral or written, express or implied.

“**Creditors’ Rights**” has the meaning attributed to such term in Section 4.1(f).

“**CSE**” means the Canadian Securities Exchange.

“**Direct Claim**” has the meaning attributed to such term in Section 6.5(a).

“**Employee Plan**” means any retirement, pension, bonus, stock purchase, profit sharing, stock option, deferred compensation, severance or termination pay, insurance, medical, hospital, dental, vision care, drug, sick leave, disability, salary continuation, legal benefits, unemployment benefits, vacation, incentive or other employee compensation or benefit plan, arrangement, policy, program or practice (whether provided on a pre- or post-retirement basis) which is maintained, or otherwise contributed to or required to be contributed to, by a Person for the benefit of any present or former employees, officers or directors of such Person.

“**Encumbrance**” means any encumbrance, lien, charge, hypothec, pledge, mortgage, title retention agreement, security interest of any nature, adverse claim, exception, reservation, easement, right of occupation, option, right of pre-emption, privilege or any matter capable of registration against title or any Contract to create any of the foregoing. Encumbrance does not mean or include resale restrictions applicable to Purchaser Shares under Applicable Law.

“**Equity Interests**” means, with respect to any Person, any and all present and future shares, units, trust units, partnership or other interests, participations or other equivalent rights in that Person’s equity or capital, however designated and whether voting or non-voting.

“**Governmental Authority**” means any domestic or foreign government, whether federal, provincial, state, territorial, local, regional, municipal, or other political jurisdiction, and any agency (including a securities regulatory agency or stock exchange), authority, instrumentality, court, tribunal, board, commission, bureau, arbitrator, arbitration tribunal or other tribunal, or any quasi-governmental entity, insofar as it exercises a legislative, judicial, regulatory, administrative, expropriation or taxing power or function of government.

“**IFRS**” means the International Financial Reporting Standards issued or adopted as Canadian generally accepted accounting principles from time to time.

“**Increased Amount**” has the meaning attributed to such term in Section 6.10(a).

“**Indemnified Party**” has the meaning attributed to such term in Section 6.4.

“**Indemnifying Party**” has the meaning attributed to such term in Section 6.4.

“**Insolvency Proceedings**” means any formal insolvency proceedings, whether in or out of court, including proceedings or steps leading to any form of bankruptcy, liquidation, administration, receivership, arrangement or scheme with creditors, moratorium, stay or limitation of creditors’ rights, interim or provisional supervision by a court or court appointee, winding-up or striking-off, or any distress, execution, commercial rent arrears recovery or other process levied or exercised or any other analogous proceedings in any other jurisdiction.

“**Justin**” means Justin Michael Hesketh.

“**Losses**” means, in respect of any matter, all Claims, demands, losses, damages, liabilities, deficiencies, costs and expenses (including all legal and other professional fees and disbursements, interest, penalties and amounts paid in settlement) arising as a consequence of that matter, including any reduction in the value of the Purchased Shares or the Consideration Shares (as applicable) resulting from a misrepresentation or breach of warranty or covenant or other obligation, but excluding, in all cases, Tax.

“**Material**” means of such a nature or amount as would reasonably be regarded as significant in relation to the business of a Person or in relation to the capital, prospects, condition (financial or otherwise) or results of operation of such Person, and “**Materially**” has a corresponding meaning.

“**Material Adverse Change**” or “**Material Adverse Effect**” means any change or effect that individually or when taken together with all other changes or effects that have occurred during any relevant period of time before the determination of the occurrence of that change or effect is or is reasonably likely to be Materially adverse to the business, operations, assets, liabilities, capital, prospects, condition (financial or otherwise) or results of operation of a Person; except to the extent that such change or effect results from or is caused by (i) worldwide, national or local conditions or circumstances, whether they are economic, political, regulatory or otherwise, including war, armed hostilities, acts of terrorism, emergencies, crises and natural disasters, (ii) changes in the markets or industry in which such Person operates; (iii) the announcement of this Agreement and the Transaction; or (iv) any act or omission of such Person prior to the Closing Date taken with the prior consent or at the request of another Party to this Agreement.

“**Mineral Claims**” means the Huber Heights mining claims held by the Company, located in located in northern Elko County, Nevada, appended hereto as Schedule “B”

“**Notice**” has the meaning attributed to such term in Section 7.12.

“**Ordinary Course**” means, with respect to an action taken by a Person, that the action is consistent with the past practices of the Person and is taken in the normal day-to-day operations of the Person.

“**Parties**” means, collectively, the Purchaser, the Company and the Shareholders, and “**Party**” means any of them.

“**Permitted Encumbrances**” means (i) Encumbrances for Taxes not yet due and delinquent, and (ii) easements, encroachments and other minor imperfections of title which do not, individually or in the aggregate, detract from the value of or impair the Company Business or the Purchaser Business, as applicable.

“**Person**” is to be broadly interpreted and includes any individual, partnership, limited partnership, limited liability company, joint venture, syndicate, sole proprietorship, company or corporation with or without share capital, unincorporated association, trust, trustee, executor, administrator or other legal personal representative, regulatory body or agency, government or governmental agency, authority or entity, however designated or constituted.

“**Purchaser Assets**” means all undertakings, property, assets, rights and interests of the Purchaser of every kind and description wherever located.

“**Purchaser Business**” means the business of the Purchaser, as described in the Purchaser Public Disclosure Record.

“**Purchaser Financial Statements**” means the Purchaser’s financial statements included in the Purchaser Public Disclosure Record.

“**Purchaser Material Contracts**” has the meaning attributed to such term in Section 4.3(o).

“**Purchaser Public Disclosure Record**” means all documents and information filed by the Purchaser on and available at www.sedar.com.

“**Purchaser Shares**” means common shares in the capital of the Purchaser.

“**Purchased Shares**” has the meaning attributed to such term in Section 2.1.

“**Representatives**” means, with respect to any Party, its Affiliates and, if applicable, its and their respective directors, officers, employees, agents and other representatives and advisors.

“**Share Only Shareholders**” means all Shareholders except from Justin.

“**Tax Act**” or any reference to a specific provision thereof means the *Income Tax Act* (Canada) and legislation of any legislature of any province or territory of Canada and any regulations thereunder in force of like or similar effect.

“**Tax Return**” means all returns, declarations, designations, elections, forms, schedules, reports and other documents of every nature whatsoever required to be filed with any Governmental Authority with respect to any Taxes.

“**Taxes**” means all forms of taxes, duties, fees, premiums, assessments, imposts, contributions, levies and other charges of any kind whatsoever imposed in the Canada or elsewhere, including all interest, penalties, fines, charges, additions to tax or other additional amounts imposed in respect thereof or in respect of the

failure to make any return or payment or the making of any incorrect or incomplete return or the failure to maintain records (including those levied on, or measured by, or referred to as, income, gross receipts, profits, capital, transfer, land transfer, sales, goods and services, harmonized sales, use, valued-added, excise, stamp, withholding, premium, business, franchising, property, employer health, payroll, employment, health, social services, education, national insurance and social security taxes, surtaxes, customs duties and import and export taxes, licence, franchise and registration fees and employment insurance, health insurance and pension plan premiums or contributions), and “**Tax**” has a corresponding meaning.

“**Termination Date**” means September 1, 2024 or such other date agreed to by the Company and the Purchaser.

“**Third Party**” has the meaning attributed to such term in Section 6.7(c).

“**Third Party Claim**” has the meaning attributed to such term in Section 6.5(a).

“**Trading Restrictions**” means the voluntary trading restriction placed on the Buyer Shares restricting the Sellers from reselling the Buyer Shares during the periods set out on Schedule C.

“**Transaction**” means the transactions described in this Agreement.

1.2 Construction

This Agreement has been negotiated by each Party with the benefit of legal representation, and any rule of construction to the effect that any ambiguities are to be resolved against the drafting Party will not apply to the construction or interpretation of this Agreement.

1.3 Interpretation

For all purposes of this Agreement, except as otherwise expressly provided or unless the context otherwise requires:

- (a) headings preceding the text, articles, sections and/or other subdivisions hereof are for convenience only and do not form a part of this Agreement and are not intended to interpret, define or limit the scope, extent or intent of this Agreement or any provisions hereof;
- (b) the words “herein”, “hereof” and “hereunder” and other words of similar import refer to this Agreement as a whole and not to any particular article, section or other subdivision of this Agreement;
- (c) the word “including”, when following any general statement, term or matter, is not to be construed to limit such general statement, term or matter to the specific items or matters set forth immediately following such word or to similar items or matters, whether or not non-limiting language (such as “without limitation” or “but not limited to” or words of similar import) is used with reference thereto but rather refers to all other items or matters that could reasonably fall within the broadest possible scope of such general statement, term or matter;
- (d) a reference to an article, section, schedule or other subdivision is a reference to the specified article, section, schedule or other subdivision of this Agreement;
- (e) a reference to a statute or a section of a statute will include and will be deemed to be a reference to such statute or section and to the regulations made pursuant thereto, with all amendments made thereto and in force at the relevant time, and to any statute, section of a statute or regulation that may be passed which has the effect of supplementing or superseding the statute

or section so referred to or the regulations made pursuant thereto;

- (f) a reference to any agreement is a reference to such agreement as amended, restated, supplemented, replaced and/or modified from time to time;
- (g) a reference to a document in the agreed form means in the form agreed among the Parties and signed by the Parties (or their respective Representatives on the date of this Agreement);
- (h) a reference to any Person will include and will be deemed to be a reference to each Person that is the successor of such Person;
- (i) words importing one gender will include each other gender and words in the singular include the plural and vice versa; and
- (j) unless otherwise specified, all dollar amounts in this Agreement, including the symbol “\$”, refer to lawful currency of Canada.

1.4 Knowledge

In this Agreement, any reference to the knowledge of a Party means to the best of the knowledge, information and belief of the Party after reviewing all relevant records and making due inquiries regarding the relevant matter of all relevant Representatives of such Party.

1.5 Computation of Time

In this Agreement, unless specified otherwise or the context otherwise requires:

- (a) a reference to a period of days is deemed to begin on the first day after the event that started the period and to end at 5:00 p.m. on the last day of the period, but if the last day of the period does not fall on a Business Day, the period ends at 5:00 p.m. on the next succeeding Business Day;
- (b) all references to specific dates mean 11:59 p.m. on the dates;
- (c) all references to specific times will be references to Vancouver time; and
- (d) with respect to the calculation of any period of time, references to “from” mean “from and excluding” and references to “to” or “until” mean “to and including”.

1.6 Schedules

The Schedules to this Agreement, as listed below, are an integral part of this Agreement and are expressly incorporated into and made a part of this Agreement:

Schedule “A” – Shareholders, Ownership of Company Shares and Allocation of Consideration Shares

Schedule “B” – Mineral Claims

ARTICLE 2 - PURCHASE AND SALE OF THE PURCHASED SHARES

2.1 Agreement to Purchase and Sell

Subject to the terms and conditions of this Agreement, on the Closing Date the Shareholders will sell, assign and transfer to the Purchaser, and the Purchaser will purchase from the Shareholders, the Company Shares as set forth in Schedule “A”, free and clear of all Encumbrances (collectively, the “**Purchased Shares**”).

2.2 Consideration

The aggregate consideration payable to the Shareholders for the transfer of the Purchased Shares will be:

- (a) the Consideration Shares allocated between the Shareholders according to their pro-rata Equity Interest in the Company, as outlined in Schedule “A”, with such Consideration Shares to be issued by the Purchaser to the Shareholders at Closing free and clear of all Encumbrances except as contemplated in this Agreement, and such Consideration Shares shall when issued, be duly and validly created, authorized, allotted and issued as fully paid and non-assessable Purchaser Shares. No fractional Consideration Shares will be issued, and any such fractional Consideration Shares, as applicable, shall be rounded down to the nearest whole-number; and
- (b) a \$20,000 cash payment from the Purchaser to Justin or an affiliate thereof, to an account as directed by Justin to the Purchaser, with such cash payment being made on the Closing Date. .

2.3 Resale Restrictions

The Parties acknowledge and agree that each Shareholder is knowledgeable of, or has been independently advised as to, the Canadian Securities Laws, the Canadian Securities Exchange and Applicable Laws of that jurisdiction which apply to the sale of the Purchased Shares and the issuance of the Consideration Shares and which may impose restrictions on the resale of such Consideration Shares in that jurisdiction and it is the responsibility of each such Shareholder to find out what those resale restrictions are, and to comply with them before selling the Consideration Shares.

Each Shareholder further acknowledges and agrees that the Consideration Shares issued to the Shareholders pursuant to this Agreement will be subject to the Trading Restrictions.

2.4 Section 85.1 of the Tax Act

The parties acknowledge and agree that it is intended that the purchase and exchange of the Purchased Shares by the Share Only Shareholders for Considerations Shares is to occur on a Tax deferred basis pursuant to section 85.1 of the Tax Act, unless a Share Only Shareholder elects to recognize a gain or loss in its Tax Return for the year the purchase and exchange occurs. The Purchaser shall not take any action that would interfere with a Share Only Shareholder’s ability to receive the Consideration Shares on a tax deferred basis pursuant to section 85.1 of the Tax Act.

2.5 Election pursuant to Subsection 85(1) of the Tax Act

Justin and the Purchaser acknowledge and agree that the purchase and sale of the Purchased Shares by Justin to the Purchaser contemplated by this Agreement is to be carried out in accordance with subsection 85(1) of the Tax Act and any applicable provincial legislation. Justin and the Purchaser hereby agree and confirm that they will jointly elect, pursuant to subsection 85(1) of the Tax Act and any applicable provincial legislation, in the prescribed form and within the time referred to in subsection 85(6) of the Tax Act, to transfer the Purchased Shares from Justin to the Purchaser at an elected amount as determined by Justin.

ARTICLE 3 - CLOSING ARRANGEMENTS

3.1 Closing

The Closing will take place electronically, at such place and time as may be agreed to by the Company and the Purchaser.

3.2 Shareholder's Conditions

The obligations of the Shareholders to complete the Transaction will be subject to the satisfaction of, or compliance with, on or before the Closing Date, each of the following conditions precedent:

- (a) the representations and warranties of the Purchaser made in Section 4.3 will be true and correct in all material respects at Closing and with the same effect as if made at and as of Closing, and the Shareholders will have received a certificate executed by the Purchaser certifying that the representations and warranties of the Purchaser set forth in Section 4.3 are true and correct as at the Closing Date;
- (b) the Purchaser will have performed and complied with all the obligations, covenants and agreements to be performed and complied with by the Purchaser under this Agreement;
- (c) if and as required by Applicable Law or by any applicable stock exchange (including the CSE), approval of the Transaction by the shareholders of the Purchaser;
- (d) no Material Adverse Effect will have occurred with respect to the Purchaser;
- (e) no injunction or restraining order of any court or administrative tribunal of competent jurisdiction will be in effect prohibiting the Transaction and no action or proceeding will have been instituted or be pending before any court or administrative tribunal to restrain or prohibit the Transaction;
- (f) no inquiry or investigation (whether formal or informal) in relation to the Transaction, the Purchaser or its directors or officers will have been commenced or threatened by any applicable stock exchange or any Governmental Authority, such that the outcome of such inquiry or investigation could have a Material Adverse Effect on the Purchaser after giving effect to the Transaction; and
- (g) the Company and/or Shareholders having received from the Purchaser the documentation set forth in Section 3.6.

The conditions set forth in this Section 3.2 are for the exclusive benefit of the Shareholders and may be waived by the Shareholders in writing in whole or in part on or before the Closing Date. Notwithstanding any such waiver, the completion of the Transaction by the Shareholders will not prejudice or affect in any way the rights of the Shareholders in respect of the representations and warranties of the Purchaser in this Agreement, and the representations and warranties of the Purchaser in this Agreement will survive the Closing for the applicable period set out in Section 4.4.

3.3 Purchaser's Conditions

The obligations of the Purchaser to complete the Transaction will be subject to the satisfaction of, or compliance with, on or before the Closing Date, each of the following conditions precedent:

- (a) the representations and warranties of the Shareholders and the Company made in Sections 4.1 and 4.2 will be true and correct in all material respects at Closing and with the same effect as if made at and as of Closing, and the Purchaser will have received a certificate executed by the Shareholders and the Company certifying that the representations and warranties of such Person made in Sections 4.1 and 4.2 are true and correct as at the Closing Date;

- (b) the Purchaser having received CSE approval for the Transaction, if applicable;
- (c) the Shareholders and the Company having performed and complied with all of the obligations, covenants and agreements to be performed and complied with by them under this Agreement;
- (d) if and as required by Applicable Law or by any applicable stock exchange (including the CSE), approval of the Transaction by the shareholders of the Purchaser;
- (e) no Material Adverse Effect will have occurred with respect to the Company;
- (f) no injunction or restraining order of any court or administrative tribunal of competent jurisdiction will be in effect prohibiting the Transaction contemplated by this Agreement and no action or proceeding will have been instituted or be pending before any court or administrative tribunal to restrain or prohibit the Transaction among the parties contemplated by this Agreement;
- (g) no inquiry or investigation (whether formal or informal) in relation to the Transaction, the Shareholders, the Company or its directors or officers will have been commenced or threatened by any applicable stock exchange or any Governmental Authority, such that the outcome of such inquiry or investigation could have a Material Adverse Effect on the Purchaser after giving effect to the Transaction; and
- (h) the Purchaser will have received from the Shareholders and the Company the documentation set forth in Sections 3.4 and 3.5.

The conditions set forth in this Section 3.3 are for the exclusive benefit of the Purchaser and may be waived by the Purchaser in writing in whole or in part on or before the Closing Date. Notwithstanding any such waiver, the completion of the Transaction by the Purchaser will not prejudice or affect in any way the rights of the Purchaser in respect of the representations and warranties of the Shareholders or the Company in this Agreement, and the representations and warranties of the Shareholders and the Company in this Agreement will survive the Closing for the applicable period set out in Section 4.5.

3.4 Shareholder's Closing Deliveries

At the Closing, the Shareholders will deliver or cause to be delivered to the Purchaser the following in form and substance satisfactory to the Purchaser:

- (a) share certificates evidencing the Purchased Shares from the Shareholders duly endorsed for transfer or all such instruments of transfer, duly executed, which in the opinion of the Purchaser acting reasonably are necessary to effect and evidence the transfer of the Purchased Shares of the Shareholders to the Purchaser, or a copy of the Company's share ledger or central securities ledger showing that the Purchaser is recorded on the books of the Company as owner of the Purchased Shares;
- (b) in the case of Justin, a correctly completed and signed T2057 – "Election on Disposition of Property by a Taxpayer to a Taxable Canadian Corporation" with respect to the sale of the Purchased Shares owned by Justin to the Purchaser (the "**T2057**")
- (c) a certificate pursuant to Section 3.2(a).

3.5 Company's Closing Deliveries

At the Closing, the Company will deliver or cause to be delivered to the Purchaser the following in form

and substance satisfactory to the Purchaser:

- (a) a certified copy of all resolutions of the board of directors of the Company: (i) approving the transfer of the Purchased Shares to the Purchaser; and (ii) the entering into and completion of the Transaction;
- (b) a certificate of a director pursuant to Section 3.2(a);
- (c) a certificate of good standing issued by the British Columbia Registrar of Companies with respect to the Company; and
- (d) the corporate minute books of the Company.

3.6 Purchaser's Closing Deliveries

At Closing, the Purchaser will deliver or cause to be delivered to the Company the following in form and substance satisfactory to the Company:

- (a) a certified copy of all resolutions of the board of directors of the Purchaser: (i) approving the issuance of the Consideration Shares to the Shareholders free of all Encumbrances except as contemplated by this Agreement and required by Canadian Securities Laws; and (ii) the entering into of this Agreement and completion of the Transaction;
- (b) a certificate of good standing issued by the British Columbia Registrar of Companies with respect to the Purchaser;
- (c) a certificate of the CEO, CFO or senior officer pursuant to Section 3.2(a); and
- (d) a signed copy of the T2057 provided by Justin; and
- (e) share certificates or Direct Registration Statements representing the Consideration Shares registered in the name of the Shareholders.

3.7 Termination

Unless otherwise agreed to in writing by the Parties, this Agreement will be terminated if Closing has not occurred on or before the Termination Date.

ARTICLE 4 - REPRESENTATIONS AND WARRANTIES

4.1 Representations and Warranties regarding the Shareholders

Each of the Shareholders, severally but not jointly, represents and warrants to the Purchaser as follows and acknowledges that the Purchaser is relying on these representations and warranties in connection with its purchase of the Purchased Shares and that the Purchaser would not purchase the Purchased Shares without these representations and warranties:

- (a) Organization and Status. If the Shareholder is a corporation, the Shareholder is duly organized, validly existing and in good standing under the laws of the jurisdiction of its incorporation.
- (b) Power. Each Shareholder has all necessary power and authority to carry out the Transaction in accordance with the terms of this Agreement.
- (c) Authorization. All necessary action has been taken by each Shareholder or on its part to authorize its execution and delivery of any Contracts, agreements and instruments required by

this Agreement to be delivered by it and the performance of its obligations thereunder.

- (d) Consents and Approvals. There is no requirement for the Shareholders to make any filing with or give any notice to any Governmental Authority or to obtain any permit or approval, as a condition to the lawful completion of the Transaction, except for such filings or notices that have been made or will be made in due course by the Shareholder.
- (e) Absence of Conflict. The execution, delivery and performance by the Shareholders of this Agreement and the completion of the Transaction will not (whether after the passage of time or notice or both) result in:
 - (i) the breach or violation of any of the provisions of, or constitute a default under, or conflict with or cause the acceleration of any of its obligations, under:
 - (A) any Contract to which it is a party or by which any of its undertakings, property or assets is bound or affected;
 - (B) if a Shareholder is a corporation, any provision of its Constatting Documents or resolutions of its board of directors (or any committee thereof) or shareholder;
 - (C) any judgement, decree, order or award of any Governmental Authority having jurisdiction over a Shareholder;
 - (D) any approval issued to, held by or for the benefit of, a Shareholder; or
 - (E) any Applicable Law;
 - (ii) the creation or imposition of any Encumbrance over any of the Company Assets; or
 - (iii) the requirement for any approval from any Person.
- (f) Validity. This Agreement has been duly executed and delivered by the Shareholders and constitutes the legal, valid and binding obligations of the Shareholders, enforceable against the Shareholders in accordance with its terms, subject to the general qualifications that:
 - (i) the enforceability may be limited by bankruptcy, insolvency, moratorium, reorganization or other similar laws of general application affecting creditors' rights generally;
 - (ii) equitable remedies, including the remedies of specific performance and injunctive relief, are available only in the discretion of the applicable court;
 - (iii) the equitable or statutory powers of the courts in Canada having jurisdiction to stay proceedings before them and the execution of judgments; and
 - (iv) rights to indemnity hereunder may be limited under Applicable Law;

((i), (ii), (iii) and (iv) being, collectively, "**Creditors' Rights**"); and, at the Closing, all documents required hereunder to be executed and delivered by the Shareholders will have been duly authorized, executed and delivered by the Shareholders and will constitute legal, valid and binding obligations of the Shareholders, enforceable in accordance with their terms, subject to Creditors' Rights.

- (g) Bankruptcy. Each Shareholder is not an insolvent Person within the meaning of the *Bankruptcy and Insolvency Act* (Canada) or any other Applicable Law and has not made an assignment in favour of its creditors or a proposal in bankruptcy to its creditors or any class thereof, and no petition for a receiving order has been presented in respect of it. Each Shareholder has not initiated proceedings with respect to a compromise or arrangement with its creditors or for its winding up, liquidation or dissolution. No receiver or interim receiver has been appointed in respect of it or any of its undertakings, property or assets and no execution or distress has been levied on any of its undertakings, property or assets, nor have any proceedings been commenced in connection with any of the foregoing. Each Shareholder is not otherwise the subject of Insolvency Proceedings.
- (h) Ownership of Purchased Shares. Each Shareholder is the registered and beneficial owner of the Purchased Shares listed on Schedule "A" beside the Shareholder's name, with good and marketable title thereto, free and clear of all Encumbrances, and has the exclusive right to dispose of such Purchased Shares as provided in this Agreement, and such Purchased Shares are the only securities of the Company owned, directly or indirectly, beneficially or otherwise, by the Shareholder. On Closing the Purchaser will have good title to all such Purchased Shares free and clear of all Encumbrances other than Encumbrances granted by the Purchaser.
- (i) No Other Agreements to Purchase. No Person other than the Purchaser has any Contract or any right or privilege (whether by law, pre-emptive or contractual) capable of becoming a Contract, including convertible securities, warrants or convertible obligations of any nature, for the purchase or acquisition from the Shareholder of any of the Purchased Shares listed on Schedule "A" beside the Shareholder's name.
- (j) Absence of Fees. The Shareholders have not incurred any obligation or liability, contingent or otherwise, for brokerage fees, finder's fees, agent's commission or other similar forms of compensation with respect to the Transaction which will be or may become the responsibility of the Company or the Purchaser.
- (k) Litigation. There are no Claims pending or outstanding or, to the Shareholder's knowledge, threatened against the Shareholder which could affect the Purchased Shares or the Shareholder's ability to perform its obligations under this Agreement. To the Shareholder's knowledge there is not any factual or legal basis on which any such Claim might be commenced with any reasonable likelihood of success.
- (l) No Indebtedness. Each Shareholder has no indebtedness, liability or obligation to the Company.
- (m) No Claim Against the Company. Each Shareholder has no Claim against the Company, and the Company is not indebted or otherwise obligated to such Shareholders, including by reason of the entering into of this Agreement.

4.2 Representations and Warranties regarding the Company

The Company and each of the Shareholders, jointly and severally, represent and warrant to the Purchaser as follows and acknowledge that the Purchaser is relying on these representations and warranties in connection with its purchase of the Purchased Shares from the Shareholders and that the Purchaser would not purchase the Purchased Shares without these representations and warranties:

- (a) Organization and Status. The Company is duly organized, validly existing and in good standing under the laws of the jurisdiction of incorporation.

- (b) Corporate Power. The Company has all necessary corporate power and authority to carry out the Transaction in accordance with the terms of this Agreement.
- (c) Authorization. All necessary corporate action has been taken by the Company or on its part to authorize its execution and delivery of any Contracts, agreements and instruments required by this Agreement to be delivered by it and the performance of its obligations thereunder.
- (d) Consents and Approvals. To the best of the Company's knowledge, there is no requirement for the Company to make any filing with or give any notice to any Governmental Authority or to obtain any permit or approval, as a condition to the lawful completion of the Transaction, except for such filings or notices that have been made or will be made in due course by the Company.
- (e) Absence of Conflict. The execution, delivery and performance by the Company of this Agreement and the completion of the Transaction will not (whether after the passage of time or notice or both) result in:
 - (i) the breach or violation of any of the provisions of, or constitute a default under, or conflict with or cause the acceleration of any of its obligations, under:
 - (A) any Contract to which the Company is a party or by which any of its undertakings, property or assets is bound or affected;
 - (B) any provision of the Company's Constating Documents or resolutions of its board of directors (or any committee thereof) or shareholders;
 - (C) any judgement, decree, order or award of any Governmental Authority having jurisdiction over the Company;
 - (D) any approval issued to, held by or for the benefit of, the Company; or
 - (E) any Applicable Law;
 - (ii) the creation or imposition of any Encumbrance over any of the Company Assets; or
 - (iii) the requirement for any approval from any Person.
- (f) Validity. This Agreement has been duly executed and delivered by the Company and constitutes the legal, valid and binding obligations of the Company, enforceable against the Company in accordance with its terms, subject to Creditors' Rights, and, at the Closing, all documents required hereunder to be executed and delivered by the Company will have been duly authorized, executed and delivered by the Company and will constitute legal, valid and binding obligations of the Company, enforceable in accordance with their terms, subject to Creditors' Rights.
- (g) Bankruptcy. The Company is not an insolvent Person within the meaning of the *Bankruptcy and Insolvency Act* (Canada) or any other Applicable Law and has not made an assignment in favour of its creditors or a proposal in bankruptcy to its creditors or any class thereof, and no petition for a receiving order has been presented in respect of it. The Company has not initiated proceedings with respect to a compromise or arrangement with its creditors or for its winding up, liquidation or dissolution. No receiver or interim receiver has been appointed in respect of the Company or any of its undertakings, property or assets and no execution or distress has been levied on any of its undertakings, property or assets, nor have any proceedings been commenced in connection with any of the foregoing. The Company is not otherwise the subject of Insolvency

Proceedings.

- (h) Insolvency. The Company is able to pay its debts as they fall due and has not stopped payment of its debts. The value of the Company Assets held by the Company exceeds the amount of the liabilities of the Company, taking into account contingent and prospective liabilities. Insolvency Proceedings have not commenced in relation to the Company or (if applicable) any part of its assets or undertaking. So far as the Company is aware, there are no circumstances which entitle or may entitle any Person to commence any Insolvency Proceedings in relation to the Company or (if applicable) any part of its assets or undertaking.
- (i) Capitalization. The entire authorized Equity Interests in the Company consists of an unlimited number of common shares, of which only the Purchased Shares are currently issued and outstanding. All of the Purchased Shares have been duly authorized and validly issued and are fully paid and non-assessable.
- (j) Absence of Rights to Acquire Equity Interests. No Person has any agreement, right or option, present or future, contingent, absolute or capable of becoming an agreement, right or option or which with the passage of time or the occurrence of any event could become an agreement, right or option:
 - (i) to require the Company to issue any further or other Equity Interests in the Company or any other security convertible or exchangeable into Equity Interests in the Company or to convert or exchange any securities into or for Equity Interests in the Company;
 - (ii) for the issue or allotment of any unissued Equity Interests in the Company;
 - (iii) to require the Company to purchase, redeem or otherwise acquire any of the issued and outstanding Equity Interests in the Company; or
 - (iv) to acquire any Equity Interests in the Company.
- (k) Conduct of Company Business. The Company has, in all material respects, complied with, and has conducted and is conducting the Company Business conducted by it in compliance with, all Applicable Law. The Company Assets are sufficient to permit the continued operation of the Company Business in substantially the same manner as conducted prior to Closing.
- (l) Title to Company Assets. The Company owns all of the Company Assets, except those that have been acquired and disposed of in the Ordinary Course.
- (m) Subsidiaries. The Company has no subsidiaries and holds no shares or other ownership, equity or proprietary interest in any other Person.
- (n) Real Property and Leased Property. The Company is not the owner of any real property or leases any real property but holds a valid interest in the Mineral Claims and such Mineral Claims and title underlying with respect thereto are valid, binding and in good standing.
- (o) Material Contracts. Except for any Contracts described as Company Material Contracts in the Company Disclosure Letter (collectively, the “**Company Material Contracts**”), the Company is not a party to or bound by:
 - (i) any Contract which Materially adversely affects the Company Business or any of the Company Assets;

- (ii) any Contract entered into by the Company other than in the Ordinary Course; or
 - (iii) any Contract that is Material to the Company, the Company Assets or the Company Business.
- (p) Company Material Contracts. The Company Material Contracts (as applicable) are legal, valid and binding contracts, enforceable against the named parties thereto or the assignees thereof in accordance with their terms. The Company has not sold, transferred, assigned or encumbered in any way any right, title and interest under the Company Material Contracts. The Company and the Shareholders are not aware of any fact or circumstance which would constitute breach of the Company Material Contracts by any party thereto or assignee thereof.
- (q) No Default Under Company Material Contracts. To its knowledge, the Company has performed all of the obligations required to be performed by it and is entitled to all benefits under, and is not in default or alleged to be in default in respect of, the Company Material Contracts. To the Company's knowledge, each of the Company Material Contracts is in good standing and in full force and effect, and no event, condition or occurrence exists that, after notice or lapse of time or both, would constitute a default under any of the Company Material Contracts. There is no dispute between the Company and any other party under any of the Company Material Contracts. None of the Company Material Contracts has been assigned, or if applicable subleased, in whole or in part.
- (r) Regulatory and Third Party Approvals.
- (i) There is no requirement to make any filing with, give any notice to or obtain any permit as a condition to the lawful completion of the Transaction, except for the filings, notifications and permits described in the Company Disclosure Letter.
 - (ii) Except as disclosed in the Company Disclosure Letter, there is no requirement under the Company Material Contracts for any approvals from any party to that Contract or from any other Person relating to the completion of the Transaction, for which such approval has not been obtained.
- (s) Financial Statements. The Company has not produced any financial statements since inception.
- (t) Books and Records. The Company's Books and Records have been maintained in accordance with the requirements of Applicable Law.
- (u) Corporate Records. The minute books of the Company contains true, accurate and complete records of all of its Constatting Documents. The share certificates, register of shareholders, register of directors and officers, central securities register and register of transfers of the Company are true, accurate and complete.
- (v) Undisclosed Liabilities. Except for legal fees, the Company has no liabilities, obligations, indebtedness or commitments of any nature whatsoever, whether known or unknown, due, to become due, direct, indirect, absolute, contingent or otherwise, and is not a party to or bound by any agreement of guarantee, support, indemnification, assumption or endorsement of, or any other similar commitment with respect to the liabilities, obligations, indebtedness or commitments (whether accrued, absolute, contingent or otherwise) of any Person.
- (w) Absence of Changes. Since the date of its respective incorporation, the Company has carried on the Company Business conducted by it and conducted its operations and affairs only in the Ordinary Course and has not made or suffered any Material Adverse Change.

- (x) Litigation. There are no Claims pending or, to the knowledge of the Company, threatened against or affecting, the Company or the Company Assets. To the knowledge of the Company, there is not any factual or legal basis on which any such Claim might be commenced with any reasonable likelihood of success. The Company is not the plaintiff or complainant in any Claim.
- (y) Non-Arm's Length Transaction. The Company has not made any payment or loan to, or borrowed any monies from or is otherwise indebted to, any officer, director, employee, shareholder or any other Person not dealing at arm's length with the Company, except as disclosed in the Company Disclosure Letter. The Company is not a party to any Contract with any officer, director, employee, shareholder or any other Person not dealing at arm's length with the Company, except for any employment agreements with the employees of the Company or as described in the Company Disclosure Letter.
- (aa) Employees. The Company is not nor has it ever been a party to any Contract, agreement or other commitment, whether oral or written, with any employee. The Company has made adequate accruals or reserves in its Books and Records for all accrued and unpaid salaries, wages, bonuses or other remuneration, vacation pay, CPP, EI and other employee related accruals, including for any severance or termination payments in respect of any employees whose employment was terminated or who were laid off by the Company.
- (bb) Employee Plans. The Company does not have any Employee Plans.
- (cc) Union Contracts. The Company has not entered into any collective agreement with any labour union or employee association nor made any commitments to or conducted any negotiations with any labour union or employee association with respect to any future collective agreement. The Company is not aware of any current attempts to organize, establish or certify any labour union or employee association with respect to any employees of the Company, nor is any such union or association presently certified with regard to a bargaining unit.
- (dd) Permits and Licenses. The Company holds all material authorizations, approvals, orders, licenses, permits or consents issued by any applicable Governmental Authority which are necessary in connection with the conduct and operation of the Company Business and the ownership, leasing or use of the Company Assets as the same are now owned, leased, used conducted or operated, the Company is not in breach of or in default under any of the terms or conditions thereof (except to the extent such breach or default would not result in a Material Adverse Effect), and all such authorizations, approvals, orders, licences, permits and consent are listed in the Company Disclosure Letter.
- (ee) Finder's Fees. The Company has not taken, and will not take, any action that would cause the Purchaser, the Company or the Shareholders to become liable to any Claim for a brokerage commission, finder's fee or other similar arrangement.
- (ff) Taxes. The Company has paid all Taxes which are due and payable within the time required by Applicable Law and has paid all assessments and reassessments it has received in respect of Taxes. The Company has made full and adequate provision in its Books and Records for all Taxes which are not yet due and payable but which relate to periods ending on or before the Closing Date. The Company has withheld and collected all amounts required by Applicable Law to be withheld or collected by it on account of Taxes and has remitted all such amounts to the appropriate Governmental Authority within the time prescribed under any Applicable Law. There are no proceedings, investigations, audits or claims now pending in writing against the Company in respect of any Taxes and there are no matters under discussion, audit or appeal with any Governmental Authority relating to Taxes.

(gg) Taxable Canadian Corporation. The Company is a “taxable Canadian corporation” as defined in the Tax Act.

4.3 Representations and Warranties regarding the Purchaser

The Purchaser represents and warrants to the Shareholders and the Company as follows and acknowledges that the Shareholders and the Company are relying on these representations and warranties in connection with the sale by the Shareholders of the Purchased Shares and the Transaction:

- (a) Organization and Status. The Purchaser is duly organized, validly existing and in good standing under the laws of the jurisdiction of its incorporation.
- (b) Corporate Power. The Purchaser has all necessary corporate power and authority to carry out the Transaction in accordance with the terms of this Agreement and to own or lease the Purchaser Assets now owned or leased by it and to conduct the Purchaser Business as now being conducted by it.
- (c) Authorization. All necessary corporate action has been taken by or on the part of the Purchaser to authorize its execution and delivery of this Agreement and the Contracts, agreements and instruments required by this Agreement to be delivered by it and the performance of its obligations hereunder and thereunder.
- (d) Consents and Approvals. Except as disclosed in the Purchaser Public Disclosure Record, there is no requirement for the Purchaser to make any filing with or give any notice to any Governmental Authority or to obtain any permit or approval, as a condition to the lawful completion of the Transaction.
- (e) Absence of Conflict. The execution, delivery and performance by the Purchaser of this Agreement and the completion of the Transaction will not (whether after the passage of time or notice or both) result in:
 - (i) the breach or violation of any of the provisions of, or constitute a default under, or conflict with or cause the acceleration of any of its obligations, under:
 - (A) any Contract to which it is a party or by which any of its undertakings, property or assets is bound or affected;
 - (B) any provision of its Constatng Documents or resolutions of its board of directors (or any committee thereof) or shareholders;
 - (C) any judgement, decree, order or award of any Governmental Authority having jurisdiction over the Purchaser;
 - (D) any approval issued to, held by or for the benefit of, the Purchaser; or
 - (E) any Applicable Law;
 - (ii) the creation or imposition of any Encumbrance over any of the Purchaser Assets; or
 - (iii) the requirement for any approval from any Person.

- (f) Validity. This Agreement has been duly executed and delivered by the Purchaser and constitutes the legal, valid and binding obligation of the Purchaser, enforceable against the Purchaser in accordance with its terms, subject to Creditors' Rights, and, at the Closing, all documents required hereunder to be executed and delivered by the Purchaser will have been duly authorized, executed and delivered by the Purchaser and will constitute legal, valid and binding obligations of the Purchaser, enforceable in accordance with their terms, subject to Creditors' Rights.
- (g) Bankruptcy. The Purchaser is not an insolvent Person within the meaning of the *Bankruptcy and Insolvency Act* (Canada) and has not made an assignment in favour of its creditors or a proposal in bankruptcy to its creditors or any class thereof, and no petition for a receiving order has been presented in respect of it. The Purchaser has not initiated proceedings with respect to a compromise or arrangement with its creditors or for its winding up, liquidation or dissolution. No receiver or interim receiver has been appointed in respect of it or any of its undertakings, property or assets and no execution or distress has been levied on any of its undertakings, property or assets, nor have any proceedings been commenced in connection with any of the foregoing. The Purchaser is not otherwise the subject of Insolvency Proceedings.
- (h) Insolvency. The Purchaser is able to pay its debts as they fall due and has not stopped payment of its debts. The value of the Purchaser Assets exceeds the amount of the Purchaser's liabilities, taking into account contingent and prospective liabilities. Insolvency Proceedings have not commenced in relation to the Purchaser or (if applicable) any part of its assets or undertaking. So far as the Purchaser is aware, there are no circumstances which entitle or may entitle any Person to commence any Insolvency Proceedings in relation to the Purchaser or (if applicable) any part of its assets or undertaking.
- (i) Authorized and Issued Capital. The Purchaser Public Disclosure Record sets out the authorized and issued shares of the Purchaser. All of the shares indicated in the Purchaser Public Disclosure Record as being issued and outstanding have been validly issued and are outstanding as fully paid and non-assessable shares, and were not issued in violation of the preemptive rights of any Person or any Contract or Applicable Law by which the Purchaser was bound at the time of the issuance. There are no shareholders agreements, voting trusts, pooling agreements or other Contracts, arrangements or understandings in respect of the voting of any of the shares of the Purchaser. True, accurate and complete copies of the Constatting Documents and other organizational documents of the Purchaser have been provided to the Company.
- (j) Consideration Shares. As of the Closing Date and upon completion of the Transaction, the Consideration Shares will be validly issued as fully paid and non-assessable.
- (k) Conduct of Purchaser Business. The Purchaser has, in all material respects, complied with, and has conducted and is conducting the Purchaser Business in compliance with, all Applicable Law. The Purchaser Assets are sufficient to permit the continued operation of the Purchaser Business in substantially the same manner as conducted prior to Closing.
- (l) Title to Purchaser Assets. To the best of the Purchaser's knowledge, the Purchaser owns (with good title) all of the Purchaser Assets reflected as being owned by the Purchaser in the Purchaser Financial Statements, except those that have been acquired and disposed of in the Ordinary Course. The Purchaser has legal and beneficial ownership of the Purchaser Assets free and clear of all Encumbrances, except for Permitted Encumbrances.
- (m) Subsidiaries. Except as may be disclosed in the Purchaser Public Disclosure Record, the Purchaser has no subsidiaries and holds no shares or other ownership, equity or proprietary

interest in any other Person.

- (n) Real Property and Leased Property. Except as may be disclosed in the Purchaser Public Disclosure Record, the Purchaser is not the owner of any real property and does not lease any real property.
- (o) Material Contracts. Except for the Contracts described in the Purchaser Public Disclosure Record (the “**Purchaser Material Contracts**”), the Purchaser is not a party to or bound by:
 - (i) any Contract which Materially adversely affects the Purchaser Business or any of the Purchaser Assets;
 - (ii) any Contract entered into by the Purchaser other than in the Ordinary Course; or
 - (iii) any Contract that is Material to the Purchaser, the Purchaser Assets or the Purchaser Business.
- (p) No Default Under Material Contracts. To its knowledge, the Purchaser has performed all of the obligations required to be performed by it and is entitled to all benefits under and is not in default or alleged to be in default in respect of, the Purchaser Material Contracts. To the Purchaser’s knowledge, each of the Purchaser Material Contracts is in good standing and in full force and effect, and no event, condition or occurrence exists that, after notice or lapse of time or both, would constitute a default under any of the Purchaser Material Contracts. There is no dispute between the Purchaser and any other party under any of the Purchaser Material Contracts. None of the Purchaser Material Contracts has been assigned, or if applicable subleased, in whole or in part.
- (q) Regulatory and Third-Party Approvals.
 - (i) Other than any approvals or filings, notices or permits required to be obtained or made by the Purchaser or any Person related to it, including the approval and/or filings with the CSE, there is no requirement to make any filing with, give any notice to or obtain any permit as a condition to the lawful completion of the Transaction, except for the filings, notifications and permits described in the Purchaser Public Disclosure Record.
 - (ii) Except as disclosed in the Purchaser Public Disclosure Record, there is no requirement under the Purchaser Material Contracts for any approvals from any party to that Contract or from any other Person relating to the completion of the Transaction, for which such approval has not been obtained.
- (r) Financial Statements. The Purchaser Financial Statements have been prepared in accordance with IFRS. The Purchaser Financial Statements fairly, completely and accurately present the assets, liabilities (whether accrued, absolute, contingent or otherwise) and financial condition of the Purchaser as at the date to which they were prepared and of the profit and loss of the Purchaser in the financial year ended on the date of such Purchaser Financial Statements.
- (s) Books and Records. The Purchaser’s Books and Records have been maintained in accordance with the requirements of Applicable Law.
- (t) Corporate Records. The minute books of the Purchaser contain true, accurate and complete records of all of its Constating Documents. The share certificates, register of shareholders, register of directors and officers, central securities register and register of transfers of the Purchaser are true, accurate and complete.

- (u) Undisclosed Liabilities. The Purchaser has no liabilities, obligations, indebtedness or commitments of any nature whatsoever, whether known or unknown, due, to become due, direct, indirect, absolute, contingent or otherwise, and is not a party to or bound by any agreement of guarantee, support, indemnification, assumption or endorsement of, or any other similar commitment with respect to the liabilities, obligations, indebtedness or commitments (whether accrued, absolute, contingent or otherwise) of any Person, that are not disclosed in the Purchaser Financial Statements or in the Purchaser Public Disclosure Record.
- (v) Absence of Changes. Except as disclosed in the Purchaser Public Disclosure Record, since the date of the Purchaser Financial Statements, the Purchaser has carried on the Purchaser Business and conducted its operations and affairs only in the Ordinary Course and the Purchaser has not made or suffered any Material Adverse Change.
- (w) Litigation. There are no Claims pending or, to the knowledge of the Purchaser, threatened against or affecting, the Purchaser. To the knowledge of the Purchaser there is not any factual or legal basis on which any such Claim might be commenced with any reasonable likelihood of success. The Purchaser is not the plaintiff or complainant in any Claim.
- (x) Non-Arm's Length Transaction. The Purchaser has not made any payment or loan to, or borrowed any monies from or is otherwise indebted to, any officer, director, employee, shareholder or any other Person not dealing at arm's length with the Purchaser, except as disclosed in the Purchaser Public Disclosure Record. The Purchaser is not a party to any Contract with any officer, director, employee, shareholder or any other Person not dealing at arm's length with the Purchaser, except for any employment agreements with the employees of the Purchaser or as described in the Purchaser Public Disclosure Record.
- (y) Employees. The Purchaser is not a party to any Contract, agreement or other commitment, whether oral or written, with any employee other than oral contracts of indefinite duration which are terminable by the Purchaser without cause on reasonable notice as determined in accordance with Applicable Law. The Purchaser Financial Statements include adequate accruals or reserves, for all accrued and unpaid salaries, wages, bonuses or other remuneration, vacation pay, CPP, EI and other employee related accruals, including for any severance or termination payments in respect of any employees whose employment was terminated or who were laid off by the Purchaser on or before the date of such statements.
- (aa) Employee Plans. The Purchaser has no Employee Plans.
- (bb) Union Contracts. The Purchaser has not entered into any collective agreement with any labour union or employee association or made any commitments to or conducted any negotiations with any labour union or employee association with respect to any future collective agreement. The Purchaser is not aware of any current attempts to organize, establish or certify any labour union or employee association with respect to any employees of the Purchaser, nor is any such union or association presently certified with regard to a bargaining unit.
- (cc) Insurance. The Purchaser maintains insurance in force against loss on such assets, against such risks, in such amounts and to such limits as is in accordance with prudent business practices prevailing in its business and having regard to the location, age and character of the Purchaser Assets.
- (dd) Permits and Licenses. The Purchaser holds all material authorizations, approvals, orders, licenses, permits or consents issued by any applicable government or Governmental Authority, or any municipal, regional or other authority, or any regulatory body or agency, including any

governmental department, commission, bureau, board or administrative agency, which are necessary in connection with the conduct and operation of the Purchaser Business and the ownership, leasing or use of the Purchaser Assets as the same are now owned, leased, used conducted or operated, the Purchaser is not in breach of or in default under any of the terms or conditions thereof (except to the extent such breach or default would not result in a Material Adverse Effect), and all such authorizations, approvals, orders, licences, permits and consent are described in the Purchaser Public Disclosure Record.

- (ee) Finder's Fees. The Purchaser has not taken and will not take any action that would cause the Purchaser, the Company or the Shareholders to become liable to any Claim for a brokerage commission, finder's fee or other similar arrangement.
- (ff) Taxes. The Purchaser has paid all Taxes which are due and payable within the time required by Applicable Law and has paid all assessments and reassessments it has received in respect of Taxes. The Purchaser has made full and adequate provision in its Books and Records and the Purchaser Financial Statements for all Taxes which are not yet due and payable but which relate to periods ending on or before the Closing Date. The Purchaser has withheld and collected all amounts required by Applicable Law to be withheld or collected by it on account of Taxes and has remitted all such amounts to the appropriate Governmental Authority within the time prescribed under any Applicable Law. The Purchaser has filed or caused to be file all Tax Returns which are required to be filed by it and such Tax Returns are correct and complete, and the Purchaser has made complete and accurate disclosure in its Tax Returns and in all materials accompanying such Tax Returns, except in respect of a particular Tax Return to the extent that it may have been modified in a subsequent Tax Return. There are no proceedings, investigations, audits or claims now pending in writing against the Purchaser in respect of any Taxes and there are no matters under discussion, audit or appeal with any Governmental Authority relating to Taxes.
- (gg) Canadian Corporation. The Purchaser is a "Canadian corporation" as defined in the Tax Act.

4.4 Survival of Representations, Warranties and Covenants of the Shareholders and/or the Company

- (a) The representations and warranties of the Shareholders and/or the Company contained in this Agreement and in any Contract, agreement, instrument, certificate or other document executed or delivered pursuant to this Agreement will survive Closing and continue in full force and effect until the first anniversary of the Closing Date, notwithstanding the Closing, any investigation made by or on behalf of the Purchaser or any knowledge of the Purchaser, except for the representations and warranties contained in section 4.2(ff) (Taxes) which shall survive Closing and continue until thirty (30) days after the expiration of the applicable reassessment period under the Tax Act or other applicable taxing statute.
- (b) The covenants and other obligations of the Shareholders and/or the Company contained in this Agreement and in any Contract, agreement, instrument, certificate or other document executed or delivered pursuant to this Agreement, to the extent that they have not been fully performed on or prior to the Closing Date, will survive Closing and will continue for the benefit of the Purchaser for the applicable limitation period imposed by Applicable Law notwithstanding Closing.
- (c) Notwithstanding Section 4.4(a), a Claim for any breach of any of the indemnities, covenants, representations and warranties contained in this Agreement or in any Contract, agreement, instrument, certificate or other document executed or delivered pursuant hereto involving fraud or fraudulent misrepresentations may be made at any time following the Closing Date, subject

only to applicable limitation periods imposed by Applicable Law.

4.5 Survival of the Representations, Warranties and Covenants of the Purchaser

- (a) The representations and warranties of the Purchaser contained in this Agreement and in any Contract, agreement, instrument, certificate or other document executed or delivered pursuant to this Agreement will survive Closing and continue in full force and effect until the first anniversary of the Closing Date, notwithstanding the Closing, any investigation made by or on behalf of the Shareholders or the Company or any knowledge of the Shareholders or the Company, except for the representations and warranties contained in section 4.3(ff) (Taxes) which shall survive Closing and continue until thirty (30) days after the expiration of the applicable reassessment period under the Tax Act or other applicable taxing statute.
- (b) The covenants and other obligations of the Purchaser contained in this Agreement and in any Contract, agreement, instrument, certificate or other document executed or delivered pursuant to this Agreement, to the extent that they have not been fully performed on or prior to the Closing Date, will survive Closing and will continue for the benefit of the Shareholders and the Company for the applicable limitation period imposed by Applicable Law notwithstanding Closing.
- (c) Notwithstanding Section 4.5(a), a Claim for any breach of any of the representations and warranties contained in this Agreement or in any Contract, agreement, instrument, certificate or other document executed or delivered pursuant hereto involving fraud or fraudulent misrepresentations may be made at any time following the Closing Date, subject only to applicable limitation periods imposed by Applicable Law.

4.6 Termination of Liability

After the times referred to in Section 4.4 and Section 4.5 (as applicable), no Party will have any liability or obligations to another Party in respect of any inaccuracy in or breach of any representation or warranty contained in this Agreement and any Contract, agreement, instrument, certificate or other document executed or delivered pursuant to this Agreement, except for (and only to the extent of) any Claim in respect of which the other Party has provided notice to the Party making that representation and warranty in accordance with Section 6.5 prior to the expiry of those time limits, and in that event, only on the terms and conditions of and to the extent provided for in Article 6.

ARTICLE 5 - COVENANTS

5.1 Conduct of Business Prior to Closing

Except as otherwise contemplated or permitted by this Agreement, during the period from the date of this Agreement to the Closing Date, each of the Company and the Purchaser will:

- (a) Conduct Business in Ordinary and Usual Course. Cause the Company Business or the Purchaser Business, as the case may be, to be conducted in the Ordinary Course thereof and not enter into any transaction which would constitute a breach of its representations, warranties or agreements contained, herein without the prior written consent of the other Party (that is, either the Purchaser or the Company, as the case may be);
- (b) Continue Insurance. Continue in force all existing policies of insurance presently maintained by it, as applicable;
- (c) Perform Obligations. Comply with all Applicable Laws affecting the operation of the Company

Business or the Purchaser Business, as the case may be, and pay all required Taxes;

- (d) Pay Liabilities. Pay and discharge all of its liabilities or obligations in the Ordinary Course, except for such liabilities or obligations as may be contested by it in good faith;
- (e) No Breach. Not take any action or omit to take any action which would, or would reasonably be expected to, result in a breach of or render untrue any representation, warranty, covenant, or other obligation of it contained herein;
- (f) Preserve Business. Preserve intact the Company Business and the Company Assets, operations and affairs of the Company, or the Purchaser Business and the Purchaser Assets, operations and affairs of the Purchaser, as the case may be, and carry on the business and the affairs of the Company or of the Purchaser, as the case may be, as currently conducted, and promote and preserve the goodwill of its suppliers, its customers and others having business relations with it; and
- (g) Necessary Steps. Take all necessary actions, steps and proceedings that are necessary or desirable to approve or authorize, or to validly and effectively undertake, the execution and delivery of this Agreement and the completion of the Transaction.

5.2 Further Assurances

From time to time after the Closing Date, each Party will, at the request of any other Party, execute and deliver such additional conveyances, transfers and other assurances as may be reasonably required to carry out the intent of this Agreement.

ARTICLE 6 - INDEMNIFICATION

6.1 Indemnification by the Shareholders

Subject to this Article 6 and Section 4.4, each Shareholder will severally but not jointly indemnify and save harmless the Purchaser from any and all Losses suffered or incurred by the Purchaser as a result of or arising directly or indirectly out of or in connection with:

- (a) any inaccuracy of or any breach by such Shareholder of any representation or warranty regarding such Shareholder contained in this Agreement or in any Contract, agreement, instrument, certificate or other document delivered pursuant to this Agreement, including the representations and warranties of the Shareholder contained in Section 4.1, except that the Shareholder will not be required to indemnify and save harmless the Purchaser in respect of any inaccuracy or breach of any such representation or warranty unless the Purchaser will have provided notice to such Shareholder in accordance with Section 6.5 on or prior to the expiration of the applicable time period related to that representation and warranty set out in Section 4.4;
- (b) any breach or non-performance by such Shareholder of any covenant or other obligation to be performed by it contained in this Agreement or in any Contract, agreement, instrument, certificate or other document delivered pursuant to this Agreement.

6.2 Indemnification by the Company and the Shareholders

Subject to this Article 6 and Section 4.4, the Company and the Shareholders will jointly and severally indemnify and save harmless the Purchaser from any and all Losses suffered or incurred by the Purchaser as a result of or arising directly or indirectly out of or in connection with:

- (a) any inaccuracy of or any breach by the Company or the Shareholders of any representation or warranty regarding the Company contained in this Agreement or in any Contract, agreement, instrument, certificate or other document delivered pursuant to this Agreement, including the representations and warranties of the Company and the Shareholders contained in Section 4.2, except that the Company and the Shareholders will not be required to indemnify and save harmless the Purchaser in respect of any inaccuracy or breach of any such representation or warranty unless the Purchaser will have provided notice to the Company in accordance with Section 6.5 on or prior to the expiration of the applicable time period related to that representation and warranty set out in Section 4.4; and
- (b) any breach or non-performance by the Company of any covenant or other obligation to be performed by it contained in this Agreement or in any Contract, agreement, instrument, certificate or other document delivered pursuant to this Agreement.

6.3 Indemnification by the Purchaser

Subject to this Article 6 and Section 4.5, the Purchaser will indemnify and save harmless the Shareholders and the Company from any and all Losses suffered or incurred by the Shareholders and the Company as a result of or arising directly or indirectly out of or in connection with:

- (a) any inaccuracy of or any breach by the Purchaser of any representation or warranty of the Purchaser contained in this Agreement or in any Contract, agreement, instrument, certificate or other document delivered pursuant to this Agreement, including the representations and warranties of the Purchaser contained in Section 4.3, except that the Purchaser will not be required to indemnify or save harmless the Shareholders and the Company in respect of any inaccuracy or breach of any representation or warranty unless the indemnified party will have provided notice to the Purchaser in accordance with Section 6.5 on or prior to the expiration of the time period set out in Section 4.5; and
- (b) any breach or non-performance by the Purchaser of any covenant or other obligation to be performed by it contained in this Agreement or in any Contract, agreement, instrument, certificate or other document delivered pursuant to this Agreement.

6.4 Obligation to Reimburse

A Party providing indemnification under this Agreement (the “**Indemnifying Party**”) will be obligated to reimburse to a Party being indemnified under this Agreement (the “**Indemnified Party**”) the amount of any Losses suffered or incurred by the Indemnified Party, as of the date that the Indemnified Party incurs any such Losses, that payment being made without prejudice to the Indemnifying Party’s right to contest the basis of the Indemnified Party’s Claim for indemnification.

6.5 Notice of Claim

- (a) Promptly on becoming aware of any circumstances which have given or could give rise to a Claim of indemnification under this Article 6, the Party will notify the other Parties of those circumstances. That notice will specify whether the Losses arise as a result of a Claim by a Person against the Indemnified Party (a “**Third Party Claim**”) or whether the Losses do not so arise (a “**Direct Claim**”), and will also specify with reasonable particularity (to the extent the information is available) the factual basis for the Claim and the amount of the Losses, if known.
- (b) If, through the fault of the Indemnified Party, the Indemnifying Party does not receive notice of any Claim in time to contest effectively the determination of any liability susceptible of

being contested, the Indemnifying Party will be entitled to set off against the amount claimed by the Indemnified Party the amount of any Losses incurred by the Indemnifying Party resulting from the Indemnified Party's failure to give that notice on a timely basis.

6.6 Direct Claims

With respect to any Direct Claim, following receipt of notice from the Indemnified Party of the Direct Claim, the Indemnifying Party will have 60 calendar days to make such investigation of the Direct Claim as is considered necessary or desirable. For the purpose of that investigation, the Indemnified Party will make available to the Indemnifying Party the information relied on by the Indemnified Party to substantiate the Direct Claim, together with such information as the Indemnifying Party may reasonably request. If the Parties agree at or prior to the expiry of this 60 calendar day period (or agree to any extension of this period) to the validity and amount of that Direct Claim, the Indemnifying Party will immediately pay to the Indemnified Party the full amount as agreed to by the Parties of the Direct Claim. For clarity, the Indemnified Party will be deemed to have incurred or suffered Losses as of and from the Closing Date as a consequence of any reduction in the value of either the Purchased Shares (where the Indemnifying Party is a Shareholder or the Company) and the Consideration Shares (where the Indemnifying Party is The Purchaser) resulting from an inaccuracy or breach of any representation or warranty by the Indemnifying Party under this Agreement.

6.7 Third Party Claims

- (a) With respect to any Third Party Claim, the Indemnifying Party will be entitled (but not required), at its expense, to participate in or assume the conduct of the negotiations, settlement or defence of the Third Party Claim and, in that event, the Indemnifying Party will reimburse the Indemnified Party for all of the Indemnified Party's reasonable out-of-pocket expenses incurred in connection with the negotiations, settlement or defence of the Third Party Claim prior to the Indemnifying Party's assumption of the conduct of the negotiations, settlement or defence of the Third Party Claim.
- (b) If the Indemnifying Party elects to assume the conduct of the negotiations, settlement or defence of the Third Party Claim, the Indemnifying Party will be entitled to retain counsel on behalf of the Indemnified Party who is acceptable to the Indemnified Party, acting reasonably, to represent the Indemnified Party of that Third Party Claim. In any Third Party Claim for which the Indemnifying Party elects to assume that conduct, the Indemnified Party will have the right to participate in the negotiation, settlement or defence of that Third Party Claim and to retain separate counsel to act on its behalf but the fees and disbursements of that counsel will be at the expense of the Indemnified Party unless:
 - (i) the Indemnified Party determines, acting reasonably and on the written advice of external counsel, that actual or potential conflicts of interests exist which make representation chosen by the Indemnifying Party not advisable (such as where the named parties to that Third Party Claim include both the Indemnifying Party and the Indemnified Party, and the defences available to the Indemnified Party are different or in addition to those available to the Indemnifying Party); or
 - (ii) the Indemnifying Party has authorized the retention of that counsel.
- (c) If the Indemnifying Party, having elected to assume that conduct, thereafter fails to defend the Third Party Claim within a reasonable time, the Indemnified Party will be entitled to assume that conduct, and the Indemnifying Party will be bound by the results obtained by the

Indemnified Party with respect to that Third Party Claim. If any Third Party Claim is of a nature such that the Indemnified Party is required by Applicable Law to make a payment to any Person (a “**Third Party**”) with respect to the Third Party Claim before the completion of settlement negotiations or related legal proceedings, the Indemnified Party will provide prior written notice of that payment to the Indemnifying Party and thereafter may make that payment and the Indemnifying Party will, forthwith after demand by the Indemnified Party, reimburse the Indemnified Party for that payment. If the amount of any liability of the Indemnified Party under the Third Party Claim in respect of which that payment was made, as finally determined, is less than the amount that was paid by the Indemnifying Party to the Indemnified Party, the Indemnified Party will, forthwith after receipt of the difference from the Third Party, pay the amount of that difference to the Indemnifying Party.

6.8 Settlement of Third Party Claims

- (a) If the Indemnifying Party undertakes the defence of the Third Party Claim, the Indemnifying Party will not be bound by any determination of the Third Party Claim or any compromise or settlement of the Third Party Claim effected without the consent of the Indemnifying Party (which consent may not be unreasonably withheld or delayed).
- (b) Whether or not the Indemnifying Party assumes conduct of the negotiation, settlement or defence of any Third Party Claim, the Indemnifying Party will not settle any Third Party Claim without the written consent of the Indemnified Party, which consent cannot be unreasonably withheld or delayed, except that the liability of the Indemnifying Party will be limited to the proposed amount if any such consent, which cannot be unreasonably withheld or delayed, is not obtained and the Indemnified Party will indemnify and save harmless the Indemnifying Party from and against any Losses resulting from or arising out of the failure of the Indemnified Party to consent to that settlement.

6.9 Co-Operation

The Indemnified Party and the Indemnifying Party will co-operate fully with each other with respect to Third Party Claims, and will keep each other fully advised with respect to that Third Party Claim (including supplying copies of all relevant documentation promptly as it becomes available). Where the defence of a Third Party Claim is being undertaken and conducted by the Indemnifying Party, the Indemnified Party will use all reasonable efforts to make available to the Indemnifying Party, at the request and expense of the Indemnifying Party, those employees of the Indemnified Party whose assistance, testimony or presence is reasonably necessary to assist the Indemnifying Party in evaluating and defending that Third Party Claim.

6.10 Gross-up

- (a) If an amount paid or payable pursuant this Article 6 is subject to Tax, whether by deduction from or withholding from such amount or upon receipt of or entitlement to receipt of such amount, after taking into account any offsetting deduction or tax credit available in respect of the applicable Losses, then the amount payable by the Indemnifying Party will be increased by an amount (the “**Increased Amount**”) such that the Indemnified Party will be in the same position after paying Tax on the amount paid or payable or after such withholding has occurred, including any Taxes payable on the Increased Amount, as the Indemnified Party would have been in had the Losses giving rise to such payment not arisen and had such amount not been payable.
- (b) The recipient or expected recipient of a payment under this Article 6 will claim from the appropriate Tax authority any exemption, rate reduction, refund, credit or similar benefit

(including pursuant to any relevant double tax treaty) to which it is entitled in respect of any deduction or withholding in respect of which a payment has been or would otherwise be required to be made pursuant to Section 6.10(a) and, for such purposes will, within any applicable time limits, submit any claims, notices, returns or applications and send a copy of them to the Indemnifying Party.

- (c) If the Indemnified Party receives a refund of any Tax payable by it then it will reimburse the Indemnifying Party such part of such Increased Amount paid to it pursuant to Section 6.10(a) as the Indemnified Party certifies to the Indemnifying Party will leave it (after such reimbursement) in no better and no worse position that it would have been if the Indemnifying Party had not been required to make such deduction or withholding or the Indemnified Party had not suffered Tax on receipt of such amount.

6.11 Procedure

Unless otherwise provided in this Agreement, the provisions of this Article 6 will apply to any Claim for breach of covenants, representation, warranty or other obligation or provision of this Agreement or any Contract, agreement, instrument, certificate or other document delivered pursuant to this Agreement (other than a Claim for specific performance or injunctive relief) and to any and all other indemnities provided in this Agreement or in any Contract, agreement, instrument, certificate or other document delivered pursuant to this Agreement with the intent that unless otherwise provided all such Claims and indemnities will be brought only in accordance with the specific provisions of this Article 6.

6.12 General Indemnification Rules

The obligations of an Indemnifying Party to indemnify an Indemnified Party in respect of Claims shall also be subject to the following:

- (a) without limiting the generality of Sections 6.1, 6.2 and 6.3, any Claim for breach of any representation, warranty or covenant shall be subject to Section 4.4 and 4.5;
- (b) the Indemnifying Party's obligation to indemnify the Indemnified Party shall only apply to the extent that the Claims in respect of which the Indemnifying Party has given an indemnity, in the aggregate, exceed \$10,000;
- (c) notwithstanding anything to the contrary in this Agreement and for greater certainty except for the events of Sections 4.1(h) and 4.1(i) for which no limit shall apply, the aggregate liability of a Shareholder under this Agreement shall be limited to 50% of the value of the Consideration Shares received by such Shareholder on a pro-rata basis;
- (d) a Shareholder who is an Indemnifying Party may, at its option, elect to satisfy any Claim for which it is determined to be liable by either (i) payment of the amount of such Claim in cash, or (ii) by transferring to the Purchaser for cancellation such number of Consideration Shares owned by such Shareholder as is equal to the value of such Claim. For greater certainty, if such Shareholder elects to satisfy such Claim by transferring Consideration Shares to the Purchaser for cancellation, the Purchaser shall have no recourse whatsoever to any other property, assets, rights or interests of such Shareholder for the purpose of satisfying such Claim; and
- (e) in no event shall any Indemnifying Party be liable to any Indemnified Party for any exemplary, punitive, incidental, consequential, special or indirect damages, including loss of future revenue, income or profit, loss of business reputation or opportunity relating to the breach or alleged breach of this Agreement, or diminution of value or any Claim based on any type of multiple (including, without limitation, multiple of earnings or multiple of cash flow

methodologies).

ARTICLE 7 - GENERAL

7.1 Confidentiality of Information

- (a) For the purposes of this Section 7.1, “**Confidential Information**” of a Party at any time means all information relating to that Party which at the time is of a confidential nature (whether or not specifically identified as confidential), and has been or is from time to time made known to or is otherwise learned by the relevant other Party or any of its Representatives as a result of the matters provided for in this Agreement, and includes:
 - (i) the terms of this Agreement and of any other Contract, agreement, instrument, certificate or other document to be entered into as contemplated by this Agreement;
 - (ii) a Party’s business records;
 - (iii) all information regarding a Party’s business operations; and
 - (iv) all trade secrets or confidential or proprietary information of the Parties.
- (b) Notwithstanding the foregoing, Confidential Information does not include any information that at the time has become generally available to the public other than as a result of a disclosure by the other Party or any of its Representatives, any information that was available to the other Party or its Representatives on a non-confidential basis before the date of this Agreement or any information that becomes available to the other Party or its Representatives on a non-confidential basis from a Person (other than the Party to which the information relates or any of its Representatives) who is not, to the knowledge of the other Party or its Representatives, otherwise bound by confidentiality obligations to the Party to which the information relates in respect of the information or otherwise prohibited from transmitting the information to the other Party or its Representatives.
- (c) Each Party will (and will cause each of its Representatives to) hold in strictest confidence and not use in any manner, other than as expressly contemplated by this Agreement, all Confidential Information of the other Parties.
- (d) Subject to Section 7.2, Section 7.1(c) will not apply to the disclosure of any Confidential Information where that disclosure is made to its Representatives or made pursuant to the Party’s duties as an officer, director, or employee of a Party, or is required by Applicable Law. In the case of disclosure required by Applicable Law, the Party required to disclose (or whose Representative is required to disclose) will, as soon as possible in the circumstances, notify the other Parties of the requirement of the disclosure including the nature and extent of the disclosure and the provision of Applicable Law pursuant to which the disclosure is required. To the extent possible, the Party required to make the disclosure will, before doing so, provide to the other Parties the text of any disclosure. On receiving the notification, the other Parties may take any reasonable action to challenge the requirement, and the affected Party will (or will cause the applicable Representative to), at the expense of the other Parties, assist the other Parties in taking that reasonable action.

7.2 Public Announcements

- (a) No Shareholder will make any further public statement or issue any further press release concerning this Agreement or the Transaction except as agreed by the Parties acting reasonably or as may be necessary, in the opinion of counsel to the Shareholder making that disclosure, to comply with the requirements of all Applicable Law.
- (b) Neither the Company nor the Purchaser will make any further public statement or issue any further press release concerning this Agreement or the Transaction except as agreed by the other Party acting reasonably or as may be necessary, in the opinion of counsel to the Party making that disclosure, to comply with the requirements of all Applicable Law. If any public statement or release is so required, the Party making the disclosure will consult with the other Party before making that statement or release, and the Company and the Purchaser will use all reasonable efforts, acting in good faith, to agree on a text for the statement or release that is satisfactory to them and for such statement or release to be made in a timely manner.

7.3 Expenses

Each Party will pay all expenses (including Taxes imposed on those expenses) it incurs in the authorization, negotiation, preparation, execution and performance of this Agreement and the Transaction, including all fees and expenses of its legal counsel, accountants or other representatives or consultants.

7.4 No Third Party Beneficiary

This Agreement is solely for the benefit of the Parties and no third parties will accrue any benefit, Claim or right of any kind pursuant to, under, by or through this Agreement.

7.5 Entire Agreement

This Agreement, together with the other agreements or documents to be entered into as contemplated by this Agreement or respecting the Transaction, constitute the entire agreement among the Parties pertaining to the subject matter of this Agreement and supersede all prior correspondence, agreements, negotiations, discussions and understandings, written or oral. Except as specifically set out in this Agreement, there are no representations, warranties, conditions or other agreements or acknowledgements, whether direct or collateral, express or implied, written or oral, statutory or otherwise, that form part of or affect this Agreement or which induced any Party to enter into this Agreement. No reliance is placed on any representation, warranty, opinion, advice or assertion of fact made either prior to, concurrently with, or after entering into, this Agreement, or any amendment or supplement thereto, by any Party to this Agreement or its Representatives, to any other Party or its Representatives, except to the extent the representation, warranty, opinion, advice or assertion of fact has been reduced to writing and included as a term in this Agreement, and none of the Parties to this Agreement has been induced to enter into this Agreement or any amendment or supplement by reason of any such representation, warranty, opinion, advice or assertion of fact. There will be no liability, either in tort or in contract, assessed in relation to the representation, warranty, opinion, advice or assertion of fact, except as contemplated in this Section.

7.6 Non-Merger

Except as otherwise provided in this Agreement, the covenants, representations and warranties set out in this Agreement do not merge but survive Closing and, notwithstanding such Closing or any investigation by or on behalf of a Party, continue in full force and effect. Closing does not prejudice any right of one Party against another Party in respect of any remedy in connection with anything done or omitted to be done under this Agreement.

7.7 Time of Essence

Time is of the essence of this Agreement.

7.8 Amendment

No amendment, addition, deletion or other modification to this Agreement will be effective unless in writing and signed by each Party.

7.9 Waiver of Rights

Any waiver or consent will be effective only in the instance and for the purpose for which it is given. A failure to enforce any breach of this Agreement by any Party does not constitute a waiver of such breach or any provision of this Agreement by such Party.

7.10 Severability

Any provision of this Agreement that is or becomes unenforceable will be unenforceable to the extent of such unenforceability without invalidating the remaining provisions hereof. To the extent permitted by Applicable Law, each of the Parties hereby waives any provision of law that renders any provision hereof unenforceable in any respect.

7.11 Governing Law

This Agreement will be governed by and construed in accordance with the laws of the Province of British Columbia, and the federal laws of Canada applicable therein, and each Party irrevocably attorns to the courts of the Province of British Columbia, which jurisdiction will be the sole and exclusive jurisdiction for any disputes or claims in relation to this Agreement and all matters related hereto.

7.12 Notices

- (a) All notices, requests, demands, claims, and other communications required or permitted hereunder (each, a “**Notice**”) will be in writing and will be delivered by (i) personal delivery, (ii) certified or registered mail (first class postage pre-paid), (iii) guaranteed overnight delivery by recognized national courier, or (iv) by e-mail, addressed to the address for a Party indicated in this Section 7.12 (or to such other addresses which such Party will subsequently designate by like notice to, or customarily use with, the other Parties).
- (b) Any Notice made or given by personal delivery, courier or email to the Party to whom it is addressed as provided above will be deemed to have been given and received on the day it is so delivered at such address or, in the case of an email, the day in which transmission is confirmed. If such day is not a Business Day, or if the Notice is received after 4:00 p.m. (addressee’s local time), then the Notice will be deemed to have been given and received on the next Business Day. Any Notice sent by prepaid registered mail will be deemed to have been given and received on the fifth (5th) Business Day following the date of its mailing. Notices sent to an e-mail address will be deemed to be received upon the sender’s receipt of an automatic or other written acknowledgement from the intended recipient.
- (c) Any Notice required or permitted to be delivered to one or more Shareholder hereunder may be delivered to the Company on behalf of such one or more Shareholder.
- (d) The address for service of each of the Parties hereto shall be as

follows:

if to the Purchaser:

Panther Minerals Inc.

[REDACTED]

[REDACTED]

Attn: Robert Birmingham

Email: [REDACTED]

with a copy to:

Gowling WLG (Canada) LLP

Suite 2300, 550 Burrard Street

Vancouver, BC V6C 2B5

Attention: Deepak Gill

E-mail: deepak.gill@gowlingwlg.com

if to the Shareholders and/or the Company:

1484506 B.C. Ltd..

[REDACTED]

[REDACTED]

Attn: Justin Hesketh

Email: [REDACTED]

with a copy to:

Segev LLP

6th Floor – 905 West Pender Street

Vancouver, BC, V6C 1L6

Attn: Hiram Ng

Email: h.ng@segev.ca

or such other address as may be designated by notice to the other Parties.

7.13 Exclusivity

- (a) From the date of this Agreement until the time of Closing, none of the Shareholders or the Company will solicit, initiate, knowingly facilitate or encourage, or accept; or participate in any discussions, conversations, negotiations or other communications regarding, any offer or proposal relating to any transaction (other than the purchase and sale transaction contemplated by this Agreement) involving the sale of the Company Shares or other securities of the Company, the sale of the assets of the Company or any other business combination involving the Company.
- (b) If an offer or proposal relating to a transaction contemplated in this Section 7.13 is made to the Company or the Shareholders, the recipient will provide prompt notice of the offer or proposal to the Purchaser.

7.14 Assignment

This Agreement may not be assigned, transferred or otherwise conveyed by any Party in whole or in part without the express prior written consent of the Purchaser or Company, as applicable.

7.15 Successors

This Agreement will enure to the benefit of and be binding upon the Parties and their heirs, executors, administrators, personal representatives, respective successors and permitted assigns.

7.16 Further Assurances

The Parties will at all times do, execute, acknowledge and deliver such acts, deeds, agreements and other instruments as may be reasonably necessary or desirable to give full force and effect to the terms of this Agreement.

7.17 Counterparts

This Agreement may be executed in any number of counterparts, each of which will be deemed to be an original and all of which taken together will be deemed to constitute one and the same instrument. Delivery of an executed counterpart of this Agreement by electronic means will be equally effective as delivery of a manually executed counterpart thereof.


[Remainder of page left intentionally blank]

IN WITNESS WHEREOF, the Parties have duly executed this Agreement on the date first above written.

PANTHER MINERALS INC.


By: 
Title: CEO
Name: Robert Birmingham

1484506 B.C. LTD.


By: 
Title: DIRECTOR
Name: Justin Hesketh

SHAREHOLDERS:

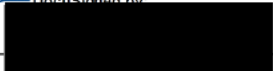
NORTH KING CAPITAL INC.

By its authorized signatory:


JUSTIN MICHAEL HESKETH




1324961 B.C. LTD.

By its authorized signatory:

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GREENFIELD INVESTMENTS LTD.

By its authorized signatory:


1487388 B.C. LTD.

By its authorized signatory:


SUNEAL SANDHU


DocuSigned by:
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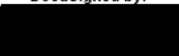
HITCH CONSULTING LTD.

By its authorized signatory:



JENNIFER KHODDAMI



PHIL KINNINMONT


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NICHOLAS WEICKER


DocuSigned by:
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BALVINDER PARHAR


DocuSigned by:
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IN WITNESS WHEREOF, the Parties have duly executed this Agreement on the date first above written.

PANTHER MINERALS INC.

By: _____
Title:
Name:

1484506 B.C. LTD.

By: _____
Title:
Name:

SHAREHOLDERS:

NORTH KING CAPITAL INC.

By its authorized signatory:

JUSTIN MICHAEL HESKETH

1324961 B.C. LTD.

By its authorized signatory:

GREENFIELD INVESTMENTS LTD.

By its authorized signatory:

1487388 B.C. LTD.

By its authorized signatory:

SUNEAL SANDHU

HITCH CONSULTING LTD.

By its authorized signatory:

JENNIFER KHODDAMI

PHIL KINNINMONT

NICHOLAS WEICKER

BALVINDER PARHAR

SCHEDULE “A”
Shareholders, Ownership of Company Shares and Allocation of Consideration Shares

Shareholder	Number of Company Shares	Pro-Rata % of Company Shares	Number of Consideration Shares
Justin Michael Hesketh	10,000	0.2%	10,000
Suneal Sandhu	200,000	4%	200,000
North King Capital Inc.	175,000	3.5%	175,000
1324961 B.C. Ltd.	700,000	14%	700,000
Nicholas Weicker	100,000	2%	100,000
Jennifer Khoddami	25,000	0.5%	25,000
Hitch Consulting Ltd.	10,000	0.2%	10,000
1487388 B.C. Ltd.	80,000	1.6%	80,000
Phil Kinninmont	100,000	2%	100,000
Balvinder Parhar	400,000	8%	400,000
Greenfield Investments Ltd.	3,200,000	64%	3,200,000
TOTAL	5,000,000	100%	5,000,000

**SCHEDULE “B”
Mineral Claims**

See attached.

Huber Heights Property Mining Claims

Claim Name	Serial Number
HH 22	NV106371101
HH 24	NV106371102
HH 26	NV106371103
HH 28	NV106371104
HH 30	NV106371105
HH 32	NV106371106
HH 34	NV106371107
HH 52	NV106371108
HH 53	NV106371109
HH 54	NV106371110
HH 55	NV106371111
HH 56	NV106371112
HH 57	NV106371113
HH 58	NV106371114
HH 59	NV106371115
HH 60	NV106371116
HH 61	NV106371117
HH 62	NV106371118
HH 63	NV106371119
HH 64	NV106371120
HH 65	NV106371121
HH 84	NV106371122
HH 85	NV106371123
HH 86	NV106371124
HH 87	NV106371125
HH 88	NV106371126
HH 89	NV106371127
HH 90	NV106371128
HH 91	NV106371129
HH 92	NV106371130
HH 93	NV106371131
HH 94	NV106371132
HH 95	NV106371133
HH 96	NV106371134
HH 97	NV106371135

SCHEDULE “C”
Trading Restrictions

<u>% of Consideration</u>	<u>Released from Trading Restriction</u>
<u>Shares</u>	
20%	Six months following Closing Date
20%	Seven months following Closing Date
20%	Eight months following Closing Date
20%	Nine months following Closing Date
20%	Ten months following Closing Date