

**BALSAM TECHNOLOGIES CORP.**  
Suite 1000, 409 Granville Street,  
Vancouver, BC V6C 1T2

January 14, 2021

Dale Matheson Carr-Hilton Labonte LLP  
Davidson & Company

**Re: Notice of Change of Auditors**

In compliance with section 4.11 of National Instrument 51-102 – Continuous Disclosure Obligations ("**NI 51-102**"), please be advised as follows:

1. On January 14, 2021, Dale Matheson Carr-Hilton Labonte LLP resigned as Balsam Technologies Corp. ("**Balsam**") auditors. On January 14, 2021 Davidson & Company was appointed as the Company's successor auditors.
2. Dale Matheson Carr-Hilton Labonte LLP have resigned at Balsam's request.
3. The board of directors of Balsam and its audit committee have approved the resignation of Dale Matheson Carr-Hilton Labonte LLP and the appointment of Davidson & Company.
4. None of Dale Matheson Carr-Hilton Labonte LLP auditors' reports on Balsam's financial statements for the two most recent fiscal years ended September 30<sup>th</sup> contained a modified opinion.
5. The Board of Directors is of the opinion that there are no "reportable events" as such term is defined in section 4.11(1) of NI 51-102 which occurred in connection with the audit of the two most recently completed fiscal years or for any period subsequent to the most recently completed fiscal period for which an auditors' report was issued.

Please review this letter and advise the Board of Directors of Balsam in writing whether you agree, disagree (including the reasons why) or have no basis to agree or disagree with each statement contained in this Notice.

It is further requested that you address your response to the relevant securities regulatory authorities (list of addresses attached hereto) and deliver the response to us as soon as possible.

**BALSAM TECHNOLOGIES CORP.**

*/s/ Geoff Balderson*

Geoff Balderson  
Chief Financial Officer

## List of Addresses

Alberta Securities Commission  
4<sup>th</sup> Floor, 300-5<sup>th</sup> Avenue, S.W.  
Calgary, AB T2P 3C4

British Columbia Securities Commission  
701 West Georgia Street  
P.O. Box 10142, Pacific Centre  
Vancouver, BC V1Y 1L2

New Brunswick Securities Commission  
85 Charlotte Street, Suite 300  
Saint John, NB E2L 2J2

Saskatchewan Financial Services  
Commission  
Suite 601-1919 Saskatchewan Drive  
Regina, SK S4P4H2

Superintendent of Securities  
Government of Prince Edward Island  
4<sup>th</sup> Floor, Shaw Building  
95 Rochford Street  
P.O. Box 2000  
Charlottetown, PEI C1A 7N8

Ontario Securities Commission  
Box 55,  
1903 - 20 Queen Street West  
Toronto, ON M5H 3S8

Government of Yukon  
Department of Community Services Law  
Centre, 3rd Floor  
2130 Second Avenue  
Whitehorse, Yukon Y1A 5H6

Autorité des Marchés Financiers 800, Square  
Victoria, 22<sup>e</sup> étage  
C.P. 246, Tour de la Bourse  
Montreal, QC H4Z 1G3

Nova Scotia Securities Commission  
P.O. Box 458  
Halifax, NS B3J 2P8

The Manitoba Securities Commission  
500-400 St. Mary Avenue  
Winnipeg, MB R3C 4K5

Securities Commission of Newfoundland  
P.O. Box 8700, 2<sup>nd</sup> Floor,  
West Block, Confederation Building  
St. John's, NFLD A1B 4J6

Government of Nunavut  
Department of Justice  
Legal Registries Division  
P.O. Box 1000, Station 570  
1st Floor, Brown Building  
Iqaluit, Nunavut X0A 0H0

Government of the Northwest Territories  
Office of the Superintendent of Securities  
P.O. Box 1320  
Yellowknife, Northwest Territories X1A 2L9

TSX Venture Exchange  
10<sup>th</sup> Floor, 300 – 5<sup>th</sup> Avenue SW  
Calgary, AB T2P 3C4