

January 11, 2016

**Early Warning Report Issued Pursuant to National Instrument 62-103 in Respect of the Acquisition of Shares of Deer Horn Capital Inc.**

In accordance with regulatory requirements, Ms. JoAnn McCaig, announces that she has recently acquired, directly or indirectly, 2,700,000 common shares and 2,700,000 common share purchase warrants of Deer Horn Capital Inc. ("**Deer Horn**").

Prior to such acquisition, Ms. McCaig held, directly or indirectly or had control over, 1,333,334 common shares, and an aggregate of 666,667 warrants to acquire 666,667 common shares of Deer Horn.

Upon completion of the acquisition, Ms. McCaig now holds or exercises control or direction over an aggregate of 4,033,334 common shares of Deer Horn which represent an interest of approximately 10.9% of Deer Horn's issued and outstanding capital at the date hereof on a non-diluted basis. Assuming the exercise of all warrants held by her or over which she has control or direction, Ms. McCaig will hold or exercise control or direction over an aggregate of 7,400,001 common shares of Deer Horn, which represents an interest of approximately 18.6% of Deer Horn's issued and outstanding capital at the date hereof, on a partially diluted basis.

The securities acquired by Ms. McCaig referred to above are held for investment purposes only. These investments will be reviewed on a continuing basis and holdings may be increased or decreased in the future.

"JoAnn McCaig"

JoAnn McCaig  
Calgary, AB