



News Release

Gunpowder Capital Corp., Announces the Formation of GP Self Storage, and the Pending Acquisition of Two Ontario Based Storage Unit Facilities.

FOR IMMEDIATE RELEASE

July 6th, 2016

Toronto, Ontario, July 6th, 2016 – Gunpowder Capital Corp., (CSE: GPC), (Frankfurt:YS6N) (the “Corporation”) announced today that it has created GP Self Storage Inc., to complement its newly formed GP Reality division. Furthermore, the Corporation has also entered into two separate agreements to acquire two Ontario based storage unit facilities. The closing for both facilities is anticipated to occur within the next 30 to 45 days.

At the time of dissemination of this press release, the Corporation has made a refundable deposit of Thirty Thousand Dollars (“\$30,000.00”) CDN to secure the two facilities. The Corporation is also currently negotiating the mortgage terms for the two facilities with its lender. Before finalizing the acquisitions, all required property inspections and accounting due diligence, will have to be completed on both facilities which the Corporation is currently working on completing.

Mr. Paul Haber stated: “We are very pleased to have entered into the agreements to acquire these facilities. As I’ve previously stated, the Corporation strongly believes that real estate provides an excellent long term investment to its shareholders. Unaudited net income for both facilities is currently Fifty-Nine Thousand Dollars (“\$59,000.00”) CDN per annum, and the combined Return on Investment (“ROI”) is 8.4% which we feel in these market conditions is a very strong ROI. Furthermore, we also believe that we can increase the revenue streams of the two facilities by making improvements, and by finding efficiencies in the way they’re managed.”

Mr. Frank Kordy stated: “Should both of these acquisitions get completed, the Corporation’s newly formed real estate divisions, in their current form, will generate slightly under One Hundred and Ten Thousand Dollars (“\$110,000.00”) CDN per year in gross revenue which amounts to close to Nine Thousand Dollars (“\$9,000.00”) CDN in gross revenue, per month. I’m very pleased with the current properties Paul Haber, and the rest of the business development team have sourced for the Corporation and its shareholders. The business development team continues to be ‘sector agnostic’ and continues to source business acquisition opportunities that will generate immediate revenue and ROI.”

The Board of Directors of Gunpowder Capital Corp., have also today declared a dividend of \$0.20 per outstanding “Series A” Preferred Share of its capital payable on, or after, Aug 6th, 2016 to “Series A” Preferred Shareholders of record at the close of business on June 30th, 2016.

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Forward-Looking Statements

Information set forth in this news release may involve forward-looking statements under applicable securities laws. The forward-looking statements contained herein are expressly qualified in their entirety by this cautionary statement. The forward-looking statements included in this document are made as of the date of this document and the Corporation disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise, except as expressly required by applicable securities legislation. Although Management believes that the expectations represented in such forward-looking statements are reasonable, there can be no assurance that such expectations will prove to be correct. This news release does not constitute an offer to sell or solicitation of an offer to buy any of the securities described herein and accordingly undue reliance should not be put on such. Neither CSE nor its Regulation Services Provider (as that term is defined in the policies of the CSE) accepts responsibility for the adequacy or accuracy of this release.