

## NOTICE OF CHANGE IN CORPORATE STRUCTURE

### Pursuant to Section 4.9 of National Instrument 51-102 Continuous Disclosure Obligations

#### Item 1 Names of the Parties to the Transaction

Lifestyle Delivery Systems Inc. (formerly, Kariana Resources Inc. (the “**Company**”) and Canna Delivery Systems Inc. (“**Canna**”)

#### Item 2 Description of the Transaction

On May 1, 2015, the Company completed the acquisition (the “**Transaction**”) of all the issued and outstanding shares of Canna pursuant to a share exchange agreement dated March 20, 2015 (the “**Agreement**”). The Transaction was a fundamental change under the policies of the Canadian Securities Exchange (the “**CSE**”).

Pursuant to the terms of the Agreement, the Company has issued to Canna’s shareholders, pro rata, an aggregate of 7,800,000 common shares of the Company (the “**Performance Shares**”) at a deemed price of \$0.15 per Performance Share. The Performance Shares are subject to escrow provisions pursuant to the Agreement and will be released upon achieving certain future financial milestones.

In connection with the Transaction, the Company issued 83,333 common shares of the Company (the “**Finder Shares**”) to an arm’s length finder for assistance in closing the Transaction. The Company has agreed to issue, and has reserved for issuance, an additional 565,000 Finder Shares upon the release of Performance Shares upon achieving certain future financial milestones.

In addition, the Company has settled certain debt with creditors of the Company by converting the debt payable into shares in the capital of the Company (the “**Debt Conversion Shares**”) at a conversion price of \$0.15 per Debt Conversion Share. An aggregate \$177,450 debt was extinguished and a total of 1,183,000 Debt Conversion Shares were issued.

Concurrently with the closing of the Transaction, the Company issued 5,168,757 common shares in the capital of the Company (the “**Shares**”) and 2,584,379 common share purchase warrants of the Company (the “**Warrants**”) upon the automatic exercise of subscription receipts (the “**Subscription Receipts**”) issued by the Company on April 2, 2015 under a non-brokered private placement financing (the “**Financing**”). In connection with the Financing, the Company issued 254,768 units to arm’s length finders (the “**Finder Units**”). Each Finder Unit consists of one Share and one-half of one non-transferable common share purchase warrant which entitles the finder to purchase an additional Share until May 1, 2016 at a price of \$0.30 per Share and at a price of \$0.45 until May 1,

2017. All securities issued in connection with the Financing are subject to a four month hold period which expires on August 3, 2015.

On closing of the Transaction, the Company changed its name to “Lifestyle Delivery Systems Inc.” and the trading symbol to “LDS” (formerly “KAA”) to better reflect the Company’s new business.

Effective at the opening of May 6, 2015, the Company resumed trading under the new symbol “LDS” under new CUSIP number 53224Y104 and new ISIN number CA53224Y1043.

The Company’s financial year end date remains as December 31<sup>st</sup> on closing of the Transaction.

**Item 3 Effective Date of the Transaction**

May 1, 2015 for closing of the Transaction and the change of name.

**Item 4 Names of Each Party, if any, that Ceased to be a Reporting Issuer after the Transaction and of each Continuing Entity**

Not Applicable.

**Item 5 Date of the Reporting Issuer’s First Financial Year-End after the Transaction, if applicable**

The Company’s first financial year-end subsequent to the completion of the Transaction is December 31, 2015.

**Item 6 The Periods, including comparative periods, if any, of the Interim and Annual Financial Statements Required to be Filed for the Reporting Issuer’s First Financial Year after the Transaction, if applicable**

| <b>Period and Ending Date</b>   | <b>Comparative Period and Ending Date</b> |
|---|---|
| Interim financial statements for the six month period ended June 30, 2015       | Six months ended June 30, 2014            |
| Interim financial statements for the nine month period ended September 30, 2015 | Nine months ended September 30, 2014      |
| Audited financial statements for the year ended December 31, 2015               | 12 months ended December 31, 2014         |

**Item 7. Documents filed under NI 51-102 that describe the Transaction**

On December 16, 2014, the Company disseminated and filed on Sedar two news releases announcing the proposed Transaction and the Financing.

The Company disseminated and filed on Sedar a news release dated March 20, 2015 announcing the signing of the definitive agreement for the proposed Transaction.

On April 7, 2015, the Company disseminated and filed on Sedar a news release announcing the closing of the Financing. The Company also filed a material change report on April 17, 2015.

On April 24, 2015, the Company filed a Listing Statement dated April 24, 2015 in connection with the Transaction.

The Company disseminated and filed on Sedar a news release dated May 1, 2015 announcing the closing of the Transaction and the change of name. The Company also filed a material change report on May 4, 2015.