

**EARLY WARNING REPORT FILED PURSUANT TO PART 3 OF NATIONAL  
INSTRUMENT 62-103 (THE "INSTRUMENT")**

**(a) Name and address of offeror**

Blair Naughty  
1500 Vinemaple Place  
Coquitlam, BC V3E 2T4

**(b) Designation and number or principal amount of securities and the offeror's security holding percentage in the class of securities of which the offeror acquired ownership or control in the transaction or occurrence giving rise to the obligation to file the news release and whether it was ownership or control that was acquired in those circumstances**

On July 16, 2015, Blair Naughty, Director of Syd Financial Inc. ("Syd"), acquired beneficial ownership of 270,450 common shares ("Shares") in the capital of Syd pursuant to an arrangement agreement between Syd, Alexis Financial Inc. ("Alexis"), Chichi Financial Inc. ("Chichi") and Alchemist Mining Inc. ("Alchemist"), whereby Alchemist agreed to transfer \$15,000 cash and a promissory note in the principal amount of \$29,000 to each of Alexis, Chichi and Syd in consideration for the issuance of 2,200,000 Shares of each Alexis, Chichi and Syd (or 100%) and to distribute these Shares to the Alchemist's shareholders on a pro-rata basis pursuant to a plan of arrangement under the *Business Corporations Act* (British Columbia) (the "**Plan of Arrangement**").

Of the 270,540 Shares, 255,450 are held directly and 15,000 are held indirectly under the name Canal Front Investments Inc. Mr. Naughty had a starting balance of zero Shares before the Plan of Arrangement closed. The 270,540 Shares represent approximately 12.3% of the issued and outstanding Shares as at July 16, 2015, which was 2,200,000.

**(c) Designation and number or principal amount of securities and the offeror's security holding percentage in the class of securities immediately after the transaction or occurrence giving rise to obligation to file the news release**

270,540 Shares, representing approximately 12.3% of the currently issued and outstanding Shares.

**(d) Designation and number of principal amount of securities and the percentage of outstanding securities of the class of securities referred to in paragraph (c) over which:**

**(i) the offeror, either alone or together with any joint actors, has ownership and control;**

270,540 Shares, representing approximately 12.3% of the currently issued and outstanding Shares.

**(ii) the offeror, either alone or together with any joint actors, has ownership but control is held by other persons or companies other than the offeror or any joint actor; and**

Not applicable.

**(iii) the offer, either alone or together with any joint actors, has exclusive or shared control but does not have ownership.**

Not applicable.

**(e) Name of the market in which the transaction or occurrence that gave rise to the news release took place**

Not applicable. Syd is an unlisted reporting issuer.

**(e.1) The value, in Canadian dollars, of any consideration offered per security if the offeror acquired ownership of a security in the transaction or occurrence giving rise to the obligation to file a news release**

Not applicable

**(f) The Purchase of the offerer and any joint actors in effecting the transaction or occurrence that gave rise to the new release, including any future intention to acquire ownership, or control over, additional securities of the reporting issuer.**

Mr. Naughty effected the acquisition of Shares pursuant to the Plan of Arrangement described above. He reserves the right to purchase additional securities of Syd from time to time and to dispose of any securities of Syd that he may own.

**(g) General nature and the material terms of any agreement, other than lending arrangements, with respect to securities of the reporting issuer entered into by the offeror, or any joint actor, and the issuer of the securities or any other entity in connection with the transaction or occurrence giving rise to the news release, including agreements with respect to the acquisition, holding, disposition or voting of any of the securities**

Not applicable.

**(h) Names of any joint actors in connection with the disclosure required by the Instrument**

There are no other persons acting jointly or in concert with Mr. Naughty.

**(i) In the case of a transactions or occurrence that did not take place on a stock exchange or other market that represents a published market for the securities, including an issuance from treasury, the nature and value in Canadian dollars of the consideration paid by the offeror**

Not applicable.

**(j) If applicable, a description of any change in any material fact set out in a previous report by the entity under the early warning requirements or Part 4 of the Instrument in respect of the reporting issuer's securities**

Not applicable.

**(k) If applicable, a description of the exemption from securities legislation being relied on by the offeror and the facts supporting that reliance**

Not applicable.