

AUSTRALIS CAPITAL INC.

(The "Corporation")

NOTICE OF CHANGE OF AUDITOR

(the "Notice")

To: MNP LLP
And To: Squar Milner LLP

NOTICE IS HEREBY GIVEN that, on the advice of the Audit Committee of the Corporation, the Board of Directors of the Corporation resolved on November 6, 2019 that:

1. The resignation of MNP LLP as auditors of the Corporation effective November 8, 2019 be accepted; and
2. The appointment Squar Milner LLP as auditors of the Corporation, effective November 11, 2019, until the next annual meeting of the Corporation, be approved.

In accordance with National Instrument 51-102 *Continuous Disclosure Obligations* ("NI 51-102"), the Corporation confirms that:

1. MNP LLP resigned as auditor at the request of the Corporation, effective November 8, 2019, to facilitate the appointment of Squar Milner LLP of 18500 Von Karman Avenue, 10th Floor, Irvine, CA 92612;
2. MNP LLP has not expressed any reservation or modified opinion in its reports for the two most recently completed fiscal years of the Corporation, nor for the period from the most recently completed period for which MNP LLP issued an audit report in respect of the Corporation and the date of this Notice;
3. In the opinion of the Board of Directors of the Corporation, no "reportable event" as defined in NI 51-102 has occurred in connection with the audits of the two most recently completed fiscal years of the Corporation nor any period from the most recently completed for which MNP LLP issued an audit report in respect of the Corporation and the date of this Notice; and
4. The resignation of MNP LLP and the appointment of Squar Milner LLP, as auditor of the Corporation were approved by the Audit Committee and by the Board of Directors of the Corporation.

Dated as of the 12th day of November, 2019.

AUSTRALIS CAPITAL INC.

"Scott Dowty"

Scott Dowty, Chief Executive Officer