January 19, 2018

TO: THE INVESTORS IN THE CRYSTAL WEALTH FUNDS

- and to –

CRYSTAL WEALTH DISCRETIONARY ACCOUNT HOLDERS

Interim Distribution

Further to the Receiver's Notice to Investors dated December 21, 2017, the Receiver released the first interim distribution to the relevant custodial entities, including but not limited to National Bank Independent Network ("**NBIN**"), on **January 18, 2018**. Please note that it may take up to three business days for the respective custodians to process the interim distribution.

The interim distribution will be made on a per unit basis, specific to each of the Crystal Wealth Funds, as outlined in the table below[1]. **The amount that will be received by investors is based on: (i) the number of units held and (ii) the Crystal Wealth Funds in which an investor holds units.**

Fund	Per Unit	
Mortgage Fund	**$**	**1.45**
Resource Fund	**$**	**2.93**
Factoring Fund	**$**	**-**
Medical Fund	**$**	**2.86**
Bullion Fund	**$**	**2.02**
Media Fund	**$**	**1.18**
High Yield Mortgage Fund	**$**	**2.92**
Infrastructure Fund	**$**	**2.19**
Hedge Fund	**$**	**0.12**
Conscious Capital Fund	**$**	**-**
ACM Income Fund	**$**	**0.62**
ACM Growth Fund	**$**	**4.88**
Sustainable Dividend Fund	**$**	**10.76**
Sustainable Property Fund	**$**	**1.99**

For example, if an investor holds 1,000 units in the Mortgage Fund and 500 units in the Resource Fund, the investor would receive an interim distribution of $2,915. This amount is comprised of: (i) $1,450 based upon the number of units held by the investor in the Mortgage Fund (1,000 units x $1.45 per unit as reflected in the chart in paragraph 59 of the Second Report)

[1] A detailed explanation of the calculation of the per unit distribution to be received by certain of the Crystal Wealth Funds and the methodology of same is outlined in paragraphs 55 to 61 of the Receiver's Second Report dated November 24, 2017 (the "**Second Report**") which was approved by the Court on December 11, 2017.

and (ii) $1,465 based upon the number of units held by the investor in the Resource Fund (500 units x $2.93 per unit).

Frequently Asked Questions

The Receiver has prepared answers to common questions that have been received from investors by the Receiver with respect to the interim distribution.

Q: Is this the final distribution?

Answer:

The release of the interim distribution **does not** mean that this is the final distribution to investors. That being said, as outlined in the Second Report, the Receiver has serious concerns as to the ultimate collectability of specific investments held in certain of the Crystal Wealth Funds and as a result, the Receiver cannot confirm at this time the quantum of a further distribution(s), if any.

Q: Where will the funds be deposited?

Answer:

As previously communicated, the interim distribution will be deposited into an investor's account(s) which hold units in the Crystal Wealth Funds (e.g. if an investor's investments are held at NBIN, the interim distribution will be deposited into each of the investor's NBIN account(s) in the form of cash). Once deposited, these monies will then be accessible to investors. This also means that distributions into registered accounts (e.g. RRSP, RRIF, TFSA, etc.) will be deposited into those registered accounts as cash.

Q: Can I transfer or withdraw cash received from the interim distribution?

Answer:

Investors can transfer their funds out to any financial institution. Investors are **not** required to move their accounts to another portfolio manager or exempt market dealer. To initiate a transfer, please contact the custodian where your account(s) are held (e.g. NBIN). With respect to registered accounts, it is very important that investors contact their tax advisors to understand the consequences, if any, of withdrawing or transferring cash held in registered accounts. While the interim distribution to registered accounts will not trigger any tax consequences, withdrawals or transfers of same by investors may have tax implications.

Q: Is the Receiver's approval required for withdraws or transfers?

Answer:

No. Investors, or their authorized representatives, can liaise directly with the custodian entity where their account(s) are held.

Q: Do I have to report income on my tax return?

Answer:

The Receiver will be providing relevant tax slips in accordance with the income tax legislation in Canada by no later than March 31, 2018. Such tax slips will provide the necessary information required for taxation reporting purposes for the entire 2017 calendar year.

Please contact the Receiver at any time should you have any questions.

Contact details for the Receiver:

Toll Free Number: +1 (866) 448-5867

Email: crystalwealth@grantthornton.ca

Receiver's Case Website: www.GrantThornton.ca/CrystalWealth

DATED at Toronto, Ontario, this 19th day of January, 2018

Grant Thornton Limited,
In its capacity as the Court-appointed Receiver and Manager of
the Crystal Wealth Group, and not in its corporate or personal capacity