August 21, 2017

CRYSTAL WEALTH MANAGEMENT SYSTEM LIMITED (the "Company"), CLAYTON SMITH, CLJ EVEREST LTD., 1150752 ONTARIO LIMITED, CRYSTAL WEALTH MEDIA STRATEGY, CRYSTAL WEALTH MORTGAGE STRATEGY, CRYSTAL ENLIGHTENED RESOURCE & PRECIOUS METALS FUND, CRYSTAL WEALTH MEDICAL STRATEGY, CRYSTAL WEALTH ENLIGHTENED FACTORING STRATEGY, ACM GROWTH FUND, ACM INCOME FUND, CRYSTAL WEALTH HIGH YIELD MORTGAGE STRATEGY, CRYSTAL ENLIGHTENED BULLION FUND, ABSOLUTE SUSTAINABLE DIVIDEND FUND, ABSOLUTE SUSTAINABLE PROPERTY FUND, CRYSTAL WEALTH ENLIGHTENED HEDGE FUND, CRYSTAL WEALTH INFRASTRUCTURE STRATEGY, CRYSTAL WEALTH CONSCIOUS CAPITAL STRATEGY, CRYSTAL WEALTH RETIREMENT ONE FUND, (collectively, the "Crystal Wealth Group") and CHRYSALIS YOGA INC.

FREQUENTLY ASKED QUESTIONS AND ANSWERS FROM THE RECEIVER'S DISCUSSIONS WITH INVESTORS TO DATE

The answers set forth below represent those questions that have been received generally from investors by Grant Thornton Limited, in its capacity as Court-appointed receiver and manager (the "**Receiver**") of the Crystal Wealth Group.

A. What is the Receiver's mandate?

The Receiver has been appointed as an independent and impartial third-party officer of the Court whose responsibility is to represent the interests of all stakeholders. The Receiver's mandate generally includes the following:

- to protect the interests of all investors, given the circumstances of each of the 15 Crystal Wealth Funds;
- to make decisions in connection with the investments contained within each of the Crystal Wealth Funds, including the disposition of securities;
- to sell, transfer or assign the Crystal Wealth Funds and/or investments in the Crystal Wealth Funds, if the Receiver believes such sale(s), transfer(s), or assignment(s) is in the best interest of investors, subject to Court approval;
- to ensure investor and non-investor parties claiming any interest in the Crystal Wealth Funds are accurate and valid; and,
- to provide interim distributions to investors, if the circumstances permit.

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B. Why does the Receiver have to suspend all funds if the main concern stems from the Crystal Wealth Media Strategy Fund?

As outlined in paragraph 58 and Appendix "10" of the First Report, there are significant Inter-fund Investments between the Crystal Wealth Funds (i.e. most of the Crystal Wealth Funds hold units in other Crystal Wealth Funds); the Media Fund is the single largest recipient of Inter-fund Investments.

Due to the interconnectedness of the Crystal Wealth Funds through Inter-fund Investments, the value of one fund has a direct impact on the value of the funds which had invested in it.

In addition, all investors must be treated equally, meaning an investor should not be able to redeem any units of a Crystal Wealth Fund until the Receiver has determined the proper unit holdings of investors and value of investments in each of the Crystal Wealth Funds.

C. If the assets within the funds have been monetized then why has that money not been distributed to the investors?

On June 30, 2017, the Receiver received Court approval to make interim cash distributions to investors, where possible, from the proceeds of the divestiture of certain assets of certain Crystal Wealth Funds. Before these distributions can be made however, a thorough Creditor Claims Procedure had to be undertaken, as outlined in the First Report. The purpose of the Creditor Claims Procedure, which required that all non-investor creditor claims be submitted to the Receiver by August 3, 2017 (the "**Claims Bar Date**"), was to identify potential claims being made by non-investor creditors against entities in the Crystal Wealth Group. Claims submitted after the Claim Bar Date are barred and will not be accepted by the Receiver.

A number of claims were received before the Claims Bar Date. The Receiver is currently reviewing the validity of the claims filed. This process is expected to be completed in September and reported to the Court shortly thereafter at the Receiver's next Court attendance. Once the claims within each of the funds are appropriately considered, the Receiver will be able to responsibly make an interim distribution to certain investors.

D. When can investors expect an interim distribution and how much will it be?

As previously mentioned, the first interim distribution to be received by investors will depend on each of the Crystal Wealth Funds' initial cash balances, the proceeds received from the monetization of marketable securities as set out in the First Report, and the creditor claims filed. After the conclusion of the Creditor Claims Procedures, the Receiver will be in a position to recommend to the Court which of the Crystal Wealth Funds' investors should receive an interim distribution. The Receiver expects this recommendation will be made to the Court in late September.

E. How are distributions allocated between investors?

Distributions made to investors from the Crystal Wealth Funds will be paid based on each investors' percentage unit holding in a particular Crystal Wealth Fund (i.e. the investor's percentage ownership). For example, if you own 2% of a certain Crystal Wealth Fund, you will receive 2% of the distribution(s) made from that Crystal Wealth Fund.

F. When a distribution is finally made, how will the investors collect the money?

Cash will be deposited into the investors' respective accounts which hold units in the Crystal Wealth Funds (e.g. if an investor's investments are held at NBCN, the monies will be deposited into these accounts). Once deposited, these monies will then be accessible to investors to do as they please. This also means that distributions into registered accounts (e.g. RRSP, RRIF, TFSA, etc.) will be deposited into those accounts as cash.

G. Why does my NBCN account statement show the value of my holdings as $0?

Due to the receivership, the net asset value ("**NAV**") previously determined by the Company has not been updated since April 20, 2017 (the most recent NAV prior to the receivership date of April 26, 2017). As the NAV has not been updated and the underlying value of all the assets contained in the Crystal Wealth Funds has not been accurately determined, NBCN does not have an updated NAV to post on the statements provided to investors and thus have assigned a value of $0 for units held. This does not mean that this is the true value of your units but rather NBCN does not have the information to state otherwise.

H. What is the current unit value of the funds?

At this point in time, the Receiver is unable to accurately determine the underlying value of each of the Crystal Wealth Funds. Upon completion of the Sales Process, the Receiver will have a better understanding of the underlying value of the investments in each of the Crystal Wealth Funds.

I. What type of assets are my funds invested in?

Details of the assets within the various Crystal Wealth Funds are outlined in the Receiver's First Report beginning in paragraph 27.

J. Will you simply sell the assets in a fire-sale or will you consider appointing a new manager over a fund?

As outlined in paragraph 141 (a) and (b) of the First Report, the Receiver is seeking offers in the Sales Process from both:

- potential bidders to purchase some or all of the investments from one or more of the Crystal Wealth Funds (the "**Potential Bidders**"); and
- potential managers to assume the management of one or more of the Crystal Wealth Funds (the "**Potential Managers**").

As communicated previously, the Receiver's mandate is to act in the best interest of investors and, therefore, any offer received by Potential Bidders and/or Potential Managers will be evaluated by the Receiver based upon what the Receiver believes, in its experience and judgment, will be in the best interests of the investors and then approved by the Court.

K. Can I access cash that is held in my NBCN accounts?

If you have actual cash held in your NBCN accounts, you are able to access that cash balance and deal with it as you wish (e.g. transfer the balance to another institution or withdraw the cash).

L. Will my RRIF/RRSP payments continue in any way now that accounts are suspended?

In order for RRIF and RRSP payments to continue, there would have to be cash and/or non-Crystal Wealth Fund investments in your account. In the absence of cash or non-Crystal Wealth Fund investments, there would have to be redemptions on the units held within a particular fund – since the Crystal Wealth Funds are currently suspended, redemptions cannot be completed. As such, RRIF and RRSP payments cannot be made from Crystal Wealth Fund investments.

M. I have been calling your number but never get an answer – why?

The Receiver typically takes 1-3 business days to respond to investor inquires either by phone or email. If you call, you are encouraged to leave a voicemail with your name, your phone number and a good time to call you back – this ensures that the Receiver is able to get back to you in a timely manner.

N. Is the Receiver pursuing any parties for alleged wrongdoings?

At this time, the Receiver's focus is on protecting investors' interests through conducting the Sales Process and monetizing the investments of the Crystal Wealth Funds where appropriate and possible. The Receiver accordingly is not presently pursuing proceedings against any parties for alleged wrongdoings. Notwithstanding that, the Receiver will nevertheless continue to report to the Court instances which raise the specter of wrongdoing, and if appropriate in the circumstances, will report its findings to the authorities.

Contact details for the Receiver:

Toll Free Number: 1-866-448-5867
Email: crystalwealth@grantthornton.ca

Please continue to monitor the Receiver's Case Website at: www.grantthornton.ca/crystalwealth for further updates in connection with the Receiver's activities.

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