

January 11, 2021

TO: THE INVESTORS IN THE CRYSTAL WEALTH FUNDS

- and to –

CRYSTAL WEALTH DISCRETIONARY ACCOUNT HOLDERS

Grant Thornton Limited

11th Floor
200 King Street West, Box 11
Toronto, ON
M5H 3T4

T +1 416 366 0100

F +1 416 360 4949

The purpose of this notice is to provide an update on the administration of the receivership proceedings with respect to the Crystal Wealth Funds.

Third Interim Distribution of Certain Crystal Wealth Funds

As previously communicated to investors, on June 2, 2020, the Honourable Justice Koehnen of the Ontario Superior Court of Justice (Commercial List) (the “**Court**”) issued an Order which, among other relief, approved the Receiver’s Settlement Agreement with BDO Canada LLP as well as the proposed third interim distribution to investors of certain Crystal Wealth Funds.

In the Notice to Investors dated July 21, 2020, the Receiver made investors aware of the particulars of the third interim distribution. The Receiver has coordinated with the relevant financial institutions the payment of such distribution for the majority of investors and will continue to coordinate the remaining payments.

Update on the Receiver’s Realization Actions

In the Receiver’s previous Notices to Investors, the Receiver advised that it would be making further efforts to advance its investigations and realizations regarding the Off-Book Investments. The Receiver is still pursuing its investigations and will provide a further update on such matters at an appropriate time.

However, as the Receiver outlined in the attached Notice to Investors dated July 21, 2020 and in various reports to Court, the Receiver has serious concerns as to the ultimate collectability of specific investments held in certain of the Crystal Wealth Funds. As you may be aware, a large portion of the assets contained in the Crystal Wealth Funds are not easily saleable, which mainly are the Off-Book Investments. Therefore, the Receiver cannot confirm at this time the quantum of a further distribution, if any.

Copies of materials filed in these receivership proceedings, including but not limited to Reports to Court, Notices to Investors and Court Orders can be accessed from the Receiver’s Case Website noted below.

Income Tax Slips

Similar to the issuance of tax slips relating to previous distributions, the Receiver will be providing relevant 2020 tax slips in accordance with the income tax legislation in Canada by no later than March 31, 2021. Such tax slips will provide the necessary information required for taxation reporting purposes for the entire 2020 calendar year.

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

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

Email: Crystal.Wealth@ca.gt.com

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

DATED at Toronto, Ontario, this 11th day of January, 2021.

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