August 18, 2017

TO: THE INVESTORS IN THE CRYSTAL WEALTH FUNDS

- and to –

CRYSTAL WEALTH DISCRETIONARY ACCOUNT HOLDERS

This Notice is being issued in order to provide an update regarding the receivership of the Crystal Wealth Funds.

On June 30, 2017, the Honourable Justice Hainey of the Ontario Superior Court of Justice (Commercial List) issued an order which approved, among other things, the Creditor Claims Procedure and the Sales Process, both as outlined in the Receiver's First Report to Court dated June 22, 2017 (the "**First Report**").

Creditor Claims Procedure

The purpose of the Creditor Claims Procedure, which required that all 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.

Sales Process

The deadline for the submission of offers for the Sales Process conducted by the Receiver was August 10, 2017. This Sales Process resulted in the Receiver obtaining offers from:

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

(collectively, the "**Offers**")

Currently, the Receiver is reviewing and evaluating the Offers, which process is anticipated to be completed in the next few weeks.

The Receiver's mandate is to act in the best interest of investors and, therefore, all Offers which have been received from Potential Bidders and/or Potential Managers are being evaluated based upon what the Receiver believes, in its experience and judgment, will be in the best interests of the investors. As communicated previously, the Receiver is not required to accept any Offers if the Receiver does not believe that an Offer is in the best interests of investors.

Any transaction (sale of investments or assumption of management) arising from the Sales Process will be subject to Court approval before it is permitted to proceed. In this regard, the Receiver expects to be able to report to the Court on its recommendation regarding the Sales Process in late September.

Interim Distribution

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.

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.

DATED at Toronto, Ontario, this 18th day of August, 2017

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