**CATEGORIES OF ACCREDITED INVESTOR**

**NOTE: THE INVESTOR MUST INITIAL BESIDE THE APPLICABLE CATEGORY BELOW.**

In connection with the purchase of securities by the Investor, the Investor (or the signatory on behalf of the Investor) certifies for the benefit of the Corporation that the Investor is an “accredited investor” within the meaning of National Instrument 45-106 – *Prospectus Exemptions* (“**NI 45-106**”) in the category indicated below:

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
| Initial |  | | | | | |
| \_\_\_\_\_\_\_\_ | a person or company registered under the securities legislation of a province or territory in Canada as an adviser or dealer, except as otherwise prescribed by the regulations; | | | | | |
| \_\_\_\_\_\_\_\_ | an individual registered under the securities legislation of a jurisdiction of Canada as a representative of a person referred to in paragraph (a); | | | | | |
| \_\_\_\_\_\_\_\_ | (b.1) an individual formerly registered under the securities legislation of a jurisdiction of Canada, other than an individual formerly registered solely as a representative of a limited market dealer under one or both of the *Securities Act* (Ontario) or the *Securities Act* (Newfoundland and Labrador); | | | | | |
| \_\_\_\_\_\_\_\_ | the Government of Canada or a jurisdiction of Canada, or any crown corporation, agency or wholly owned entity of the Government of Canada or a jurisdiction of Canada; | | | | | |
| \_\_\_\_\_\_\_\_ | a municipality, public board or commission in Canada and a metropolitan community, school board, the Comité de gestion de la taxe scolaire de l’île de Montréal or an intermunicipal management board in Québec; | | | | | |
| \_\_\_\_\_\_\_\_ | any national, federal, state, provincial, territorial or municipal government of or in any foreign jurisdiction, or any agency of that government; | | | | | |
| \_\_\_\_\_\_\_\_ | a pension fund that is regulated by the Office of the Superintendent of Financial Institutions (Canada), a pension commission or similar regulatory authority of a jurisdiction of Canada; | | | | | |
| \_\_\_\_\_\_\_\_ | an individual who, either alone or with a spouse, beneficially owns financial assets having an aggregate realizable value that, before taxes, but net of any related liabilities, exceeds $1,000,000; *(note: see definition of “financial assets” below and complete* ***Appendix B****)* | | | | | |
| \_\_\_\_\_\_\_\_ | (g.1) an individual who beneficially owns financial assets having an aggregate realizable value that, before taxes but net of any related liabilities, exceeds $5,000,000; *(note: see definition of “financial assets” below)* | | | | | |
| \_\_\_\_\_\_\_\_ | an individual whose net income before taxes exceeded $200,000 in each of the two most recent calendar years or whose net income before taxes combined with that of a spouse exceeded $300,000 in each of the two most recent calendar years and who, in either case, reasonably expects to exceed that net income level in the current calendar year; *(note: complete* ***Appendix B****)* | | | | | |
|  | *(Note: if individual accredited investors wish to purchase through wholly-owned holding companies or similar entities, such purchasing entities must qualify under section (t) below, which must be initialed.)* | | | | | |
| \_\_\_\_\_\_\_\_ | an individual who, either alone or with a spouse, has net assets of at least $5,000,000; *(note: complete* ***Appendix B*** *and note that your “net assets” are your total assets (including real estate) minus your total debt)* | | | | | |
| \_\_\_\_\_\_\_\_ | a person, other than an individual or investment fund, that has net assets of at least $5,000,000 as shown on its most recently prepared financial statements; | | | | | |
| \_\_\_\_\_\_\_\_ | an investment fund that distributes or has distributed its securities only toa person that is or was an accredited investor at the time of the distribution,a person that acquires or acquired securities in the circumstances referred to in sections 2.10 and 2.19 of NI 45-106, ora person described in paragraph (i) or (ii) that acquires or acquired securities under section 2.18 of NI 45-106; | | | | | |
| \_\_\_\_\_\_\_\_ | an investment fund that distributes or has distributed securities under a prospectus in a jurisdiction of Canada for which the regulator or, in Québec, the securities regulatory authority, has issued a receipt; | | | | | |
| \_\_\_\_\_\_\_\_ | a trust company or trust corporation registered or authorized to carry on business under the *Trust and Loan Companies Act* (Canada) or under comparable legislation in a jurisdiction of Canada or a foreign jurisdiction, acting on behalf of a fully managed account managed by the trust company or trust corporation, as the case may be; | | | | | |
| \_\_\_\_\_\_\_\_ | a person acting on behalf of a fully managed account managed by that person, if that person is registered or authorized to carry on business as an adviser or the equivalent under the securities legislation of a jurisdiction of Canada or a foreign jurisdiction; | | | | | |
| \_\_\_\_\_\_\_\_ | a registered charity under the *Income Tax Act* (Canada) that, in regard to the trade, has obtained advice from an eligibility adviser or an adviser registered under the securities legislation of the jurisdiction of the registered charity to give advice on the securities being traded; | | | | | |
| \_\_\_\_\_\_\_\_ | an entity organized in a foreign jurisdiction that is analogous to any of the entities referred to in paragraphs (a) or (f) in form and function; | | | | | |
| \_\_\_\_\_\_\_\_ | a person in respect of which all of the owners of interests, direct, indirect or beneficial, except the voting securities required by law to be owned by directors, are persons that are accredited investors;*Note: If you initialed paragraph (q), then indicate the name and category of accredited investor (by reference to the applicable letter above) of each of the owners of interests (attach additional pages if more than three):* | | | | | |
|  | | | **Name** | | **Category of Accredited Investor** | |
|  | | |  | |  | |
|  | | |  | |  | |
|  | | |  | |  | |
| \_\_\_\_\_\_\_\_ | an investment fund that is advised by a person registered as an adviser or a person that is exempt from registration as an adviser; | | | | | |
| \_\_\_\_\_\_\_\_ | a person that is recognized or designated by the securities regulatory authority or, except in Ontario and Québec, the regulator as an accredited investor; or | | | | | |
| \_\_\_\_\_\_\_\_ | a trust established by an accredited investor for the benefit of the accredited investor’s family members of which a majority of the trustees are accredited investors and all of the beneficiaries are the accredited investor’s spouse, a former spouse of the accredited investor or a parent, grandparent, brother, sister, child or grandchild of that accredited investor, of that accredited investor’s spouse or of that accredited investor’s former spouse.*Note: If you initialed paragraph (t), then indicate the name and category of accredited investor (by reference to the applicable letter above) of each of the following (attach additional pages if more than three trustees):* | | | | | |
|  | |  | | **Name** | | **Category of Accredited Investor** |
|  | | Individual who established trust: | |  | |  |
|  | | Trustee | |  | |  |
|  | | Trustee | |  | |  |
|  | | Trustee | |  | |  |
|  | |  | |  | |  |

**For the purposes hereof:**

## “**affiliate**” means an issuer connected with another issuer because

### one of them is the subsidiary of the other;

### each of them is controlled by the same person; or

### for the purposes of Saskatchewan securities law, both are subsidiaries of the same issuer;

## “**consultant**” means, for an issuer, a person, other than an employee, executive officer, or director of the issuer or of a related entity of the issuer, that

### is engaged to provide services to the issuer or a related entity of the issuer, other than services provided in relation to a distribution;

### provides the services under a written contract with the issuer or a related entity of the issuer; and

### spends or will spend a significant amount of time and attention on the affairs and business of the issuer or a related entity of the issuer and includes, for an individual consultant, a corporation of which the individual consultant is an employee or shareholder, and a partnership of which the individual consultant is an employee or partner;

## “**control person**” has the same meaning as in securities legislation except in Manitoba, Newfoundland and Labrador, Northwest Territories, Nova Scotia, Nunavut, Ontario, Prince Edward Island and Québec where control person means any person that holds or is one of a combination of persons that holds

### a sufficient number of any of the securities of an issuer so as to affect materially the control of the issuer, or

### more than 20% of the outstanding voting securities of an issuer except where there is evidence showing that the holding of those securities does not affect materially the control of the issuer;

## “**director**” means:

### a member of the board of directors of a company or an individual who performs similar functions for a company, and

### with respect to a person that is not a company, an individual who performs functions similar to those of a director of a company;

## “**eligibility adviser**” means

### a person that is registered as an investment dealer or in an equivalent category of registration under the securities legislation of the jurisdiction of a purchaser and authorized to give advice with respect to the type of security being distributed, and

### in Saskatchewan and Manitoba, also means a lawyer who is a practicing member in good standing with a law society of a jurisdiction of Canada or a public accountant who is a member in good standing of an institute or association of chartered accountants, certified general accountants or certified management accountants in a jurisdiction of Canada provided that the lawyer or public accountant must not

##### have a professional, business or personal relationship with the issuer, or any of its directors, executive officer, founders, or control persons, and

##### have acted for or been retained personally or otherwise as an employee, executive officer, director, associate or partner of a person that has acted for or been retained by the issuer or any of its directors, executive officers, founders or control persons within the previous 12 months;

## “**executive officer**” means, for an issuer, an individual who is

### a chair, vice-chair or president,

### a vice-president in charge of a principal business unit, division or function including sales, finance or production, or

### performing a policy-making function in respect of the issuer;

## “**financial assets**” means

### cash,

### securities, or

### a contract of insurance, a deposit or an evidence of a deposit that is not a security for the purposes of securities legislation;

## “**founder**” means, in respect of an issuer, a person who,

### acting alone, in conjunction, or in concert with one or more persons, directly or indirectly, takes the initiative in founding, organizing or substantially reorganizing the business of the issuer, and

### at the time of the trade is actively involved in the business of the issuer;

## “**foreign jurisdiction**” means a country other than Canada or a political subdivision of a country other than Canada;

## “**fully managed account**” means an account of a client for which a person makes the investment decisions if that person has full discretion to trade in securities for the account without requiring the client’s express consent to a transaction;

## “**investment fund**” means a mutual fund or a non-redeemable investment fund;

## “**jurisdiction**” means a province or territory of Canada except when used in the term foreign jurisdiction;

## “**local jurisdiction**” means the jurisdiction in which the Canadian securities regulatory authority is situate;

## “**net assets**” means the Investor’s total assets minus all of the Investor’s total liabilities. Accordingly, for the purposes of the net asset test, the calculation of total assets would include the value of an Investor’s personal residence and the calculation of total liabilities would include the amount of any liability (such as a mortgage) in respect of the Investor’s personal residence;

## “**non-redeemable investment fund**” means an issuer,

### whose primary purpose is to invest money provided by its securityholders,

### that does not invest,

##### for the purpose of exercising or seeking to exercise control of an issuer, other than an issuer that is a mutual fund or a non-redeemable investment fund, or

##### for the purpose of being actively involved in the management of any issuer in which it invests, other than an issuer that is a mutual fund or a non-redeemable investment fund, and

### that is not a mutual fund;

## “**person**” includes

### an individual,

### a corporation,

### a partnership, trust, fund and an association, syndicate, organization or other organized groups of persons, whether incorporated or not, and

### an individual or other person in that person’s capacity as a trustee, executor, administrator or personal or other legal representative;

## “**regulator**” means, for the local jurisdiction, the Executive Director as defined under securities legislation of the local jurisdiction;

## “**related liabilities**” means

### liabilities incurred or assumed for the purpose of financing the acquisition or ownership of financial assets, or

### liabilities that are secured by financial assets;

## “**spouse**” means, an individual who,

### is married to another individual and is not living separate and apart within the meaning of the *Divorce Act* (Canada), from the other individual,

### is living with another individual in a marriage-like relationship, including a marriage-like relationship between individuals of the same gender, or

### in Alberta, is an individual referred to in paragraph (i) or (ii) above, or is an adult interdependent partner within the meaning of the *Adult Interdependent Relationships Act* (Alberta); and

## “**subsidiary**” means an issuer that is controlled directly or indirectly by another issuer and includes a subsidiary of that subsidiary.

All monetary references are in Canadian Dollars.

**Note Regarding Financial Assets**

Paragraphs (g) and (g.1) of the “accredited investor” definition set out above refers to an individual who, either alone or with a spouse, beneficially owns financial assets having an aggregate realizable value that, before taxes but net of any related liabilities, exceeds $1,000,000. As a general matter, it should not be difficult to determine whether financial assets are beneficially owned by an individual, an individual’s spouse, or both, in any particular instance. However, financial assets held in a trust or in other types of investment vehicles for the benefit of an individual may raise questions as to whether the individual beneficially owns the financial assets in the circumstances. The following factors are indicative of beneficial ownership of financial assets:

(a) Physical or constructive possession of evidence of ownership of the financial asset;

(b) Entitlement to receipt of any income generated by the financial asset;

(c) Risk of loss of the value of the financial asset; and

(d) The ability to dispose of the financial asset or otherwise deal with it as the individual sees fit.

For example, securities held in a self-directed RRSP, for the sole benefit of an individual are beneficially owned by that individual. In general, financial assets in a spousal RRSP would also be included for the purposes of the $1,000 financial test in paragraph (g) because it takes into account financial assets owned beneficially by a spouse. However, financial assets in a spousal RRSP would not be included for the purposes of the $5,000,000 financial test in paragraph (g.1). Financial assets held in a group RRSP under which the individual would not have the ability to acquire the financial assets and deal with them directly would not meet the beneficial ownership requirements in either paragraph (g) and (g.1).

**APPENDIX B**

**FORM 45-106F9**

**FORM FOR INDIVIDUAL ACCREDITED INVESTORS**

*To be completed by individuals investing under categories (j), (k) or (l) of the definition of “accredited investor” in National Instrument 45-106 – Prospectus Exemptions, which are reproduced in Part 2 of Exhibit 1 to Appendix A as paragraphs (g), (h) or (i), as applicable. Note that individuals investing under category (j.1) of the definition of “accredited investor” in National Instrument 45-106 – Prospectus Exemptions (reproduced as paragraph (g.1)) do not need to complete this form.*

**WARNING!  
This investment is risky. Don’t invest unless you can afford to lose all the money you pay   
for this investment**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **SECTION 1 TO BE COMPLETED BY THE ISSUER** | | | | |
| **1. About your investment** | | | | |
| Type of securities: | | Issuer: Elixir Technology Inc. | | |
| Purchased from: Elixir Technology Inc. | | | | |
| **SECTIONS 2 TO 4 TO BE COMPLETED BY THE PURCHASER** | | | | |
| **2. Risk acknowledgement** *[Instruction: initial all boxes in Section 2]* | | | | |
| This investment is risky. *Initial that you understand that:* | | | | **Your initials** |
| **Risk of loss –** You could lose your entire investment of $\_\_\_\_\_\_\_\_\_\_. [*Instruction: Insert*  *the total dollar amount of the investment.]* | | | |  |
| **Liquidity risk –** You may not be able to sell your investment quickly – or at all. | | | |  |
| **Lack of information –** You may receive little or no information about your investment. | | | |  |
| **Lack of advice –** You will not receive advice from the salesperson about whether this investment is suitable for you unless the salesperson is registered. The salesperson is the person who meets with, or provides information to, you about making this investment. To check whether the salesperson is registered, go to www.aretheyregistered.ca. | | | |  |
|  | | | |
| **3. Accredited investor status** *[Instruction: initial one or more boxes that apply]* | | | | |
| *You must meet at least* ***one*** *of the following criteria to be able to make this investment. Initial the statement that applies to you. (You may initial more than one statement.) The person identified in section 6 is responsible for ensuring that you meet the definition of accredited investor. That person, or the salesperson identified in section 5, can help you if you have questions about whether you meet these criteria.* | | | | **Your initials** |
| * Your net income before taxes was more than $200,000 in each of the 2 most recent calendar years, and you expect it to be more than $200,000 in the current calendar year. (You can find your net income before taxes on your personal income tax return.) | | | |  |
| * Your net income before taxes combined with your spouse’s was more than $300,000 in each of the 2 most recent calendar years, and you expect your combined net income before taxes to be more than $300,000 in the current calendar year. | | | |  |
| * Either alone or with your spouse, you own more than $1 million in cash and securities, after subtracting any debt related to the cash and securities. | | | |  |
| * Either alone or with your spouse, you have net assets worth more than $5 million. (Your net assets are your total assets (including real estate) minus your total debt.) | | | |  |
| **4. Your name and signature** | | | | | |
| *By signing this form, you confirm that you have read this form and you understand the risks of making this investment as identified in this form.* | | | | | |
| First and last name (please print)**:** | | | | | |
| Signature: | | | | Date: | |
| **SECTION 5 TO BE COMPLETED BY THE SALESPERSON** | | | | | |
| **5. Salesperson information** | | | | | |
| *[Instruction: The salesperson is the person who meets with, or provides information to, the purchaser with respect to making this investment. That could include a representative of the issuer or selling security holder, a registrant or a person who is exempt from the registration requirement.]* | | | | | |
| First and last name of salesperson (please print): (Director or Officer) | | | | | |
| Telephone: | | Email: | | | |
| Name of firm (if registered): | | | | | |
| **SECTION 6 TO BE COMPLETED BY THE ISSUER** | | | | | |
| **6. For more information about this investment** | | | | | |
| **Elixir Technology Inc.**  201 - 4501 Kingsway, Burnaby, BC V5H 0E5  Phone: 403-926-7998 Email: wmcnarland@eiffelpeak.com | | | | | |
| **For more information about prospectus exemptions, contact your local securities regulator. You can find contact information at www.securities-administrators.ca.** | | | | | |

***Form instructions****:*

1. *The information in sections 1, 5 and 6 must be completed before the purchaser completes and signs the form.*
2. *The purchaser must sign this form. Each of the purchaser and the issuer must receive a copy of this form signed by the purchaser. The issuer is required to keep a copy of this form for 8 years after the distribution.*

**APPENDIX C**

**ACCREDITED INVESTOR SUPPORTING CHECKLIST**

*To be completed by the person meeting with or providing information to the investor (the “Salesperson”) that is subscribing for securities as an “accredited investor”. The issuer is required to keep a copy of this form and any supporting documentation (if any was received) for* ***8 years*** *after the distribution.*

|  |  |  |
| --- | --- | --- |
| **1. Investor Information** | | |
| Name of Investor: | Issuer: Elixir Technology Inc. | |
| Name of Representative of Investor (for non-individual investor): | Security: | |
| **2. Salesperson Information** | | |
| Print first and last name of Salesperson: (Director/Officer) | | |
| Date: | | |
| **3. Support for Accredited Investor Status** | | |
| 1. Describe how the investor was identified or located: | | |
| 1. How long have you known the investor? | | |
| 1. Describe the details of your relationship with the investor or prior business dealings: | | |
| 1. Indicate the category or categories of “accredited investor” that the investor certified apply to the investor in the investor’s subscription agreement in the box on the right.   *Note: If the category of “accredited investor” is based on a financial threshold, then you must ask the investor whether the investor has “net income before taxes”, “net assets” or “financial assets” (as applicable) that exceed the applicable threshold and you must explain that:*  *“financial assets” are cash and securities, after subtracting any debt related to the cash and securities.*  *“net assets” are total assets (including real estate) minus the investor’s total debt; and*  *“net income before taxes” is available on the investor’s tax returns.* | | \_\_\_\_\_\_\_\_\_\_  *Investor Category*  *Note: indicate the paragraph(s) indicated on Exhibit 1 to Appendix A of the investor’s Subscription Agreement* |
| 1. Did the investor appear to understand the category or categories of “accredited investor” that the investor certified apply to the investor, including, if applicable, the definition of “net income”, “financial assets” or “net assets”?   ***Note: You must ask the investor questions regarding the investor’s net income before taxes, net assets and/or financial assets (as applicable) to determine that the investor meets or exceeds the financial threshold in the applicable category of accredited investor.*** | | Yes No  *Note: If “no” then complete part (f).* |
| 1. Do the investor’s initial responses to the questions asked in part (e) seem reasonable, including whether the investor meets the category of “accredited investor” that the investor certified on the subscription agreement?   ***Note: If “no” you must make further inquiries regarding the investor’s financial circumstances and if the response to this part (f) remains “no” then you must complete part (g) to proceed with the subscription.*** | | Yes No  *Note: If “no” then complete part (g).* |
| 1. If the response to the question in part (f) is “no” then you must ask the investor to show you supporting documentation to support the investor’s status as an “accredited investor” and you must describe the supporting documentation below: | | |