

GUIDE TO THE DISTRIBUTION PROTOCOL

This document is intended as a guide to assist in understanding the Distribution Protocol. Calculation of specific potential entitlements may vary depending on facts applicable to individual Class Members. If anything in this guide is inconsistent with any provisions in the Distribution Protocol, the provisions in the Distribution Protocol will apply. The Distribution Protocol can be found at: <https://www.siskinds.com/class-action/reliq-health-technologies-inc/>.

PART 1 - BACKGROUND

The Settlement Agreement dated November 24, 2021 provides for the amount of \$2.5 million to be paid into a fund to be distributed to Authorized Claimants, after deductions for certain expenses as described below. The Distribution Protocol sets out the method for the distribution of the remainder among Authorized Claimants.

Q: Who are Authorized Claimants?

An Authorized Claimant is a Class Member who has submitted a completed Claim Form which, pursuant to the terms of the Agreement and the Distribution Protocol, has been approved for compensation by the Administrator in accordance with the Distribution Protocol.

Class or Class Members means, except for Excluded Persons or Opt Out Parties:

all persons and entities, wherever they may reside or be domiciled, who acquired Private Placement Units in Reliq's private placement of 8,928,571 Private Placement Units at a price of \$1.12 per Private Placement Unit that closed on or around January 9, 2018; and

all persons and entities, wherever they may reside or be domiciled, who acquired Reliq securities during the period from and including February 23, 2018 to and including October 15, 2018.

The terms "Excluded Persons" and "Opt Out Parties" have the meanings given to them in the Settlement Agreement and, as applicable, the Order of the Court dated December 8, 2021.

Q: How much money will be distributed to Authorized Claimants?

Certain expenses will be deducted from the Settlement Amount before the balance is distributed to Authorized Claimants. Those expenses include legal fees, disbursements, taxes, the costs of providing notice to Class Members and settlement administration expenses. All expenses must be approved by the Court. The remainder, after the deduction of these Court approved expenses, is called the "Net Settlement Amount." The precise amount of the Net Settlement Amount will only be known at the end of the claims administration process. The Net Settlement Amount will be distributed to Authorized Claimants in accordance with the Distribution Protocol.

PART 2 - DISTRIBUTION OF THE NET SETTLEMENT AMOUNT

Each Authorized Claimant's actual compensation shall be the portion of the Net Settlement Amount equivalent to the ratio of his, her, or its Notional Entitlement (explained below) to the

total Notional Entitlements of all Authorized Claimants multiplied by the Net Settlement Amount, as calculated by the Administrator.

For illustration purposes only, if an Authorized Claimant's Notional Entitlement is \$20,000.00, and the total Notional Entitlements of all Authorized Claimants is \$2,000,000, then the Authorized Claimant's entitlement to compensation would be 1% of the Net Settlement Amount (\$20,000/\$2,000,000).

PART 3 – ELIGIBILITY & DETERMINING ENTITLEMENTS

Q: Which Reliq Securities are eligible?

Eligible Securities, as that term is used in the Settlement Agreement and Distribution Protocol, are Reliq Securities, the acquisition of which made a person a Class Member. In other words, assuming you are not an "Excluded Person" or an "Opt Out Party", the Reliq common shares you acquired from February 23, 2018 to October 15, 2018 and the Private Placement Units you acquired in the private placement closing on or around January 9, 2018 are "Eligible Securities".

Q: How will each Authorized Claimant's Notional Entitlement be calculated?

Formula for common shares: The formula for calculating an Authorized Claimant's Notional Entitlement for Reliq common shares acquired from February 23, 2018 to October 15, 2018 varies depending on when the Authorized Claimant disposed of the common shares, as follows:

- (a) For each Reliq common share disposed of between October 16, 2018 and October 29, 2018, the Notional Entitlement shall be the difference between the Acquisition Expense and the Disposition Proceeds.
- (b) For each Reliq common share disposed of on or after October 30, 2018, the Notional Entitlement shall be the lesser of (A) and (B):
 - (A) the difference between the Acquisition Expense and the Disposition Proceeds; and
 - (B) the difference between the Acquisition Expense and CAD\$0.49.
- (c) For each Reliq common share not yet disposed of, the Notional Entitlement shall be the difference between the Acquisition Expense and CAD\$0.49.

Acquisition Expense means the price paid to acquire the common share, including brokerage commissions.

Disposition Proceeds means the price per common share received for the sale of the share.

CAD\$0.49 is the 10-day volume weighted average share price following the October 16, 2018 public correction of the misrepresentations.

Formula for Private Placement Units: The formula for calculating the Notional Entitlement for Private Placement Units is the same as for common shares except: (i) the Acquisition Expense for each Private Placement Unit is CAD\$1.12, which is the price paid to acquire each Private Placement Unit; and (ii) a 20% deduction is applied.

Examples for illustration purposes only:

Example 1:

For a Class Member who acquired 100 of Reliq's common shares on March 23, 2018 for \$2.01 (including brokerage fees) per share and disposed of those shares on October 18, 2018 for \$0.37 per share, the Notional Entitlement would be \$164:

$$\text{Acquisition Expense: } \$2.01 * 100 = \$201$$

$$\text{Disposition Proceeds: } \$0.37 * 100 = \$37$$

$$\text{Acquisition Expense less Disposition Proceeds: } \$201 - \$37 = \underline{\$164}$$

Example 2:

For a Class Member who acquired 100 of Reliq's common shares on March 23, 2018 for \$2.01 (including brokerage fees) per share and disposed of those shares on October 31, 2018 for \$0.43 per share, the Notional Entitlement would be \$152:

$$\text{Acquisition Expense: } \$2.01 * 100 = \$201$$

$$\text{Disposition Proceeds: } \$0.43 * 100 = \$43$$

$$\text{CAD\$0.49 per share: } \$0.49 * 100 = \$49$$

$$\text{Acquisition Expense less Disposition Proceeds: } \$201 - \$43 = \$158$$

$$\text{Acquisition Expense less CAD\$0.49 per share: } \$201 - \$49 = \$152$$

$$\text{Lower amount applies} = \underline{\$152}$$

Example 3:

For a Class Member who acquired 100 of Reliq's common shares on March 23, 2018 for \$2.01 (including brokerage fees) per share and has not yet disposed of those shares, the Notional Entitlement would be \$152:

$$\text{Acquisition Expense: } \$2.01 * 100 = \$201$$

$$\text{CAD\$0.49 per share: } \$0.49 * 100 = \$49$$

$$\text{Acquisition Expense less CAD\$0.49 per share: } \$201 - \$49 = \underline{\$152}$$

Example 4:

For a Class Member who acquired 100 of Reliq's Private Placement Units in the private placement that closed on or around January 9, 2018 and has not yet disposed of those shares, the Notional Entitlement would be \$50:

$$\$0.50 * 100 = \underline{\$50}$$

\$0.50 is calculated as the difference between \$1.12 and \$0.49, being \$0.63, multiplied by 0.80.

PART 4 - CURRENCY

All funds will be paid in Canadian currency.

PART 5 - PAYMENTS TO AUTHORIZED CLAIMANTS

The claims administrator will make payment to Authorized Claimants by cheque or electronic transfer in Canadian currency.

PART 6 - REMAINING AMOUNTS

If Authorized Claimants do not cash cheques within 180 days after the date of distribution or funds otherwise remain after the Authorized Claimants are paid, the aggregate amount of such uncashed cheques will be allocated among all other Authorized Claimants, if feasible. If not feasible, such balance shall be allocated to the Law Foundation of British Columbia.