

**EARLY WARNING REPORT**  
**NATIONAL INSTRUMENT 62-103**

**Item 1. Security and Reporting Issuer**

**1.1 State the designation of securities to which this report relates and the name and address of the head office of the issuer of the securities.**

Common shares (“**Common Shares**”) in the capital of Mainstreet Equity Corp. (“**Mainstreet**”). Mainstreet’s head office is located at

**1.2 State the name of the market in which the transaction or other occurrence that triggered the requirement to file this report took place.**

Navjeet (Bob) Dhillon, the Chief Executive Officer of Mainstreet acquired ownership of and control over 501,300 Common Shares as a result of the exercise of previously issued incentive stock options of Mainstreet (the “**Option Exercise**”). The Option Exercise did not take place on a stock exchange or other market that represents a published market for securities.

**Item 2. Identity of the Acquiror**

**2.1 State the name and address of the acquiror.**

Navjeet (Bob) Dhillon (the “**Acquiror**”)  
305 – 10<sup>th</sup> Avenue SE  
Calgary, AB T2G 0W2

**2.2 State the date of the transaction or other occurrence that triggered the requirement to file this report and briefly describe the transaction or other occurrence.**

The Acquiror acquired beneficial ownership of and control over 501,300 Common Shares pursuant to Option Exercise on March 1, 2019.

**2.3 State the names of any joint actors.**

Not Applicable.

**Item 3. Interest in Securities of the Reporting Issuer**

**3.1 State the designation and number or principal amount of securities acquired or disposed of that triggered the requirement to file the report and the change in the acquiror’s securityholding percentage in the class of securities.**

The Acquiror acquired 501,300 Common Shares as a result of the Option Exercise.

**3.2 State whether the acquiror acquired or disposed ownership of, or acquired or ceased to have control over, the securities that triggered the requirement to file the report.**

The Acquiror acquired ownership of and control over 501,300 Common Shares pursuant to the Option Exercise, which triggered the requirement to file this report.

**3.3 If the transaction involved a securities lending arrangement, state that fact.**

Not Applicable.

**3.4 State the designation and number or principal amount of securities and the acquiror's securityholding percentage in the class of securities, immediately before and after the transaction or other occurrence that triggered the requirement to file this report.**

The Acquiror acquired 501,300 Common Shares as a result of the Option Exercise. Prior to the Option Exercise, the Acquiror owned, directly and indirectly, or exercised control or direction over 3,815,700 Common Shares and 750,000 incentive stock options, representing 43.2% of the issued and outstanding Common Shares on a non-diluted basis and 51.7% of the issued and outstanding Common Shares on a partially diluted basis.

Following the Option Exercise, the Acquiror owns, directly and indirectly, or exercises control and direction over, 4,317,000 Common Shares, representing 46.0% of the issued and outstanding Common Shares.

**3.5 State the designation and number or principal amount of securities and the acquiror's securityholding percentage in the class of securities referred to in Item 3.4 over which**

**(a) the acquiror, either alone or together with any joint actors, has ownership and control,**

The Acquiror owns, directly or indirectly, all of the securities described above.

**(b) the acquiror, either alone or together with any joint actors, has ownership but control is held by persons or companies other than the acquiror or any joint actor, and**

Not Applicable.

**(c) the acquiror, either alone or together with any joint actors, has exclusive or shared control but does not have ownership.**

Not Applicable.

**3.6 If the acquiror or any of its joint actors has an interest in, or right or obligation associated with, a related financial instrument involving a security of the class of securities in respect of which disclosure is required under this item, describe the material terms of the related financial instrument and its impact on the acquiror's securityholdings.**

Not Applicable.

**3.7 If the acquiror or any of its joint actors is a party to a securities lending arrangement involving a security of the class of securities in respect of which disclosure is required under this item, describe the material terms of the arrangement including the**

**duration of the arrangement, the number or principal amount of securities involved and any right to recall the securities or identical securities that have been transferred or lent under the arrangement.**

**State if the securities lending arrangement is subject to the exception provided in section 5.7 of NI 62-104.**

Not Applicable.

- 3.8 If the acquiror or any of its joint actors is a party to an agreement, arrangement or understanding that has the effect of altering, directly or indirectly, the acquiror's economic exposure to the security of the class of securities to which this report relates, describe the material terms of the agreement, arrangement or understanding.**

Not Applicable.

**Item 4. Consideration Paid**

- 4.1 State the value, in Canadian dollars, of any consideration paid or received per security and in total.**

The Common Shares were purchased at \$5.51 per Common Share in accordance with the terms of the incentive stock options and the total consideration paid by the Acquiror for the Common Shares amounted to \$2,762,163.

- 4.2 In the case of a transaction or other occurrence that did not take place on a stock exchange or other market that represents a published market for the securities, including an issuance from treasury, disclose the nature and value, in Canadian dollars, of the consideration paid or received by the acquiror.**

See item 4.1 above.

- 4.3 If the securities were acquired or disposed of other than by purchase or sale, describe the method of acquisition or disposition.**

Not Applicable.

**Item 5. Purpose of the Transaction**

**State the purpose or purposes of the acquiror and any joint actors for the acquisition or disposition of securities of the reporting issuer. Describe any plans or future intentions which the acquiror and any joint actors may have which relate to or would result in any of the following:**

- (a) the acquisition of additional securities of the reporting issuer, or the disposition of securities of the reporting issuer;**
- (b) a corporate transaction, such as a merger, reorganization or liquidation, involving the reporting issuer or any of its subsidiaries;**
- (c) a sale or transfer of a material amount of the assets of the reporting issuer or any of its subsidiaries;**

- (d) a change in the board of directors or management of the reporting issuer, including any plans or intentions to change the number or term of directors or to fill any existing vacancy on the board;
- (e) a material change in the present capitalization or dividend policy of the reporting issuer;
- (f) a material change in the reporting issuer's business or corporate structure;
- (g) a change in the reporting issuer's charter, bylaws or similar instruments or another action which might impede the acquisition of control of the reporting issuer by any person or company;
- (h) a class of securities of the reporting issuer being delisted from, or ceasing to be authorized to be quoted on, a marketplace;
- (i) the issuer ceasing to be a reporting issuer in any jurisdiction of Canada;
- (j) a solicitation of proxies from securityholders;
- (k) an action similar to any of those enumerated above.

The Common Shares were acquired by the Acquiror solely for investment purposes. The Acquiror does not have any definitive plans or future intentions which relate to any of the foregoing, other than in connection with his role as Chief Executive Officer of the Corporation, including, without limitation, the solicitation of proxies in connection with Mainstreet's annual and special meeting being held on March 29, 2019.

**Item 6. Agreements, Arrangements, Commitments or Understandings With Respect to Securities of the Reporting Issuer**

Describe the material terms of any agreements, arrangements, commitments or understandings between the acquiror and a joint actor and among those persons and any person with respect to securities of the class of securities to which this report relates, including but not limited to the transfer or the voting of any of the securities, finder's fees, joint ventures, loan or option arrangements, guarantees of profits, division of profits or loss, or the giving or withholding of proxies. Include such information for any of the securities that are pledged or otherwise subject to a contingency, the occurrence of which would give another person voting power or investment power over such securities, except that disclosure of standard default and similar provisions contained in loan agreements need not be included.

Not applicable.

**Item 7. Change in material fact**

If applicable, describe any change in a material fact set out in a previous report filed by the acquiror under the early warning requirements or Part 4 in respect of the reporting issuer's securities.

Not Applicable.

**Item 8. Exemption**

**If the acquiror relies on an exemption from requirements in securities legislation applicable to formal bids for the transaction, state the exemption being relied on and describe the facts supporting that reliance.**

Not Applicable.

**Item 9. Certification**

The undersigned hereby certify to the best of their knowledge, information and belief, that the statements made in this report are true and complete in every respect.

This report must be signed by each person on whose behalf the report is filed or his/her authorized representative.

**DATED** this 4<sup>th</sup> day of March, 2019.

(signed) *“Navjeet (Bob) Dhillon”*

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Navjeet (Bob) Dhillon