

**QUEST PHARMATECH INC.**

**Notice of Annual General and Special Meeting of Shareholders  
to be held January 28, 2019**

**and**

**Management Information Circular**

**December 17, 2018**



## QUEST PHARMATECH INC.

### NOTICE OF ANNUAL GENERAL AND SPECIAL MEETING OF SHAREHOLDERS

#### TO THE SHAREHOLDERS

NOTICE IS HEREBY GIVEN that an annual general and special meeting (the “**Meeting**”) of the holders of common shares (“**Common Shares**”) of Quest PharmaTech Inc. (the “**Corporation**”) will be held at the office of the Corporation, 8123 Roper Road NW, Edmonton, Alberta, on Monday, January 28, 2019 at the hour of 3:00 p.m. (Edmonton time) for the following purposes:

1. to receive and consider the audited consolidated financial statements of the Corporation for the years ended January 31, 2018 and 2017 and the Auditor’s Reports thereon;
2. to appoint Auditors for the ensuing year and authorize the Directors to fix their remuneration;
3. to elect directors for the ensuing year;
4. to consider and, if thought fit, pass with or without variation, an ordinary resolution confirming an amendment to By-law No. 1 of the Corporation to add an advance notice requirement for the nomination of directors by shareholders in certain circumstances, as more particularly described in the accompanying Management Information Circular;
5. to consider and, if thought fit, to pass, with or without variation, an ordinary resolution, the full text of which is set out in the accompanying Management Information Circular, to approve and ratify the Corporation’s shareholder rights plan as more particularly described in the accompanying Management Information Circular; and,
6. to transact such other business as may properly be brought before the Meeting or any adjournment or postponement thereof.

This notice is accompanied by a form of proxy, a Management Information Circular, the audited consolidated financial statements of the Corporation and related management's discussion and analysis for the years ended January 31, 2018 and 2017 and a financial statement request form. Shareholders are referred to the Management Information Circular for more detailed information with respect to the matters to be considered at the Meeting.

The directors have fixed December 17, 2018 as the record date. Holders of Common Shares of record at the close of business on December 17, 2018 are entitled to notice of the Meeting and to vote thereat or at any adjournment thereof, except to the extent that a person has transferred any Common Shares after that date and the new holder of such Common Shares establishes proper ownership and requests, not later than ten days before the Meeting, to be included on the list of shareholders eligible to vote at the Meeting.

Dated at the City of Edmonton, in the Province of Alberta, this 17<sup>th</sup> day of December 2018.

**BY ORDER OF THE BOARD OF DIRECTORS**

Dr. Ragupathy Madiyalakan  
Chief Executive Officer

**If you are a registered shareholder of the Corporation and are unable to attend the Meeting in person, please date and sign the enclosed form of proxy and return it in the envelope provided or vote in the manner specified in the form of proxy. All proxies to be valid, must be received by Computershare Investor Services Inc., Proxy Department, 100 University Avenue, 8<sup>th</sup> Floor, Toronto, Ontario M5J 2Y1 at least 48 hours prior to the Meeting or any adjournment thereof.**

**If you are not a registered shareholder of the Corporation and receive these materials through your broker or through another intermediary, please complete and return the voting instruction form in accordance with the instructions provided to you by your broker or intermediary.**

## QUEST PHARMATECH INC.

### MANAGEMENT INFORMATION CIRCULAR for the Annual General and Special Meeting of Shareholders to be held on January 28, 2019

#### *Solicitation of Proxies*

This management information circular ("Information Circular") dated December 17, 2018 is furnished in connection with the solicitation by Management of Quest PharmaTech Inc. (the "**Corporation**") of proxies from holders ("**Shareholders**") of common shares of the Corporation ("**Common Shares**") for use at the annual general and special meeting (the "**Meeting**") of the Shareholders to be held on January 28, 2019 at 3:00 p.m. (Edmonton time) at the office of the Corporation, 8123 Roper Road NW, Edmonton, Alberta and at any adjournment thereof, for the purposes set out in the accompanying notice of the Meeting (the "**Notice of Meeting**").

Any solicitation will be primarily by mail but may also be by telephone, internet, facsimile or in person by directors and officers of the Corporation (who will not be additionally compensated therefor). In accordance with National Instrument 54-101 *Communication with Beneficial Owners of Securities of a Reporting Issuer* ("**NI 54-101**"), arrangements have been made with brokerage houses and clearing agencies, custodians, nominees, fiduciaries or other intermediaries to send the Corporation's proxy solicitation materials to the beneficial owners of the Common Shares held of record by such parties. The Corporation may reimburse such parties for reasonable fees and disbursements incurred by them in doing so. The cost of any solicitation will be borne by the Corporation.

#### *Appointment and Revocation of Proxies*

The persons named in the accompanying Form of Proxy are directors and/or officers of the Corporation. **Shareholders desiring to appoint some other person (who is not required to be a Shareholder) to represent them at the Meeting may do so either by inserting such person's name in the blank space provided in the Form of Proxy and deleting the names printed thereon or by completing another proper form of proxy.** Such Shareholder should notify the nominee of their appointment, obtain their consent to act as proxy and should instruct them on how the Shareholder's shares are to be voted.

A proxy will not be valid for the Meeting or any adjournment thereof unless it is signed by the Shareholder or by their attorney authorized in writing or, if the Shareholder is a corporation, it must be executed under corporate seal by a duly authorized officer or attorney of the corporation and delivered to the Corporation c/o Computershare Investor Services Inc., Proxy Department, 100 University Avenue, 8<sup>th</sup> Floor, Toronto, Ontario M5J 2Y1 at least 48 hours prior to the Meeting or any adjournment thereof.

A Shareholder who has given a proxy may revoke it, in any manner permitted by law, including by instrument in writing, including a proxy bearing a later date executed by the Shareholder or by his attorney authorized in writing or, if the Shareholder is a corporation, executed by a duly authorized officer or attorney of such corporation and deposited with the Corporation c/o Computershare Investor Services Inc. at the address stated above at any time up to and including the last business day preceding the day of the Meeting or any adjournment thereof or with the Chairman of the Meeting on the day of the Meeting or any adjournment thereof.

#### *Advice to Beneficial Holders of Common Shares*

**The information set forth in this section is of significant importance to many Shareholders, as a substantial number of Shareholders do not hold shares in their own name.** Shareholders who do not hold shares in their own name (referred to in this Information Circular as "**Beneficial Shareholders**") should note that only proxies deposited by Shareholders whose names appear on the records of the Corporation as registered holders of Common Shares can be recognized and acted upon at the Meeting. If Common Shares are listed in an account statement provided to a Shareholder by a broker, then in almost all cases those Common Shares will not be registered in the Shareholder's name on the records of the Corporation. Such Common Shares will more likely be registered under the names of the Shareholder's broker or an agent of that broker. In Canada, the majority of such shares are registered under the name of CDS & Co. (the registration name for CDS Clearing and Depository Services Inc.,

which acts as nominee for many Canadian brokerage firms). Shares held by brokers or their agents or nominees can only be voted (for or against resolutions) upon the instructions of the Beneficial Shareholder. Without specific instructions, brokers and their agents and nominees are prohibited from voting shares for the broker's clients. **Therefore, Beneficial Shareholders should ensure that instructions respecting the voting of their Common Shares are communicated to the appropriate person.**

Applicable regulatory policy requires intermediaries/brokers to seek voting instructions from Beneficial Shareholders in advance of shareholders' meetings. Every intermediary/broker has its own mailing procedures and provides its own return instructions to clients, which should be carefully followed by Beneficial Shareholders in order to ensure that their Common Shares are voted at the Meeting. The form of proxy supplied to a Beneficial Shareholder by its broker (or the agent of the broker) is similar to the form of proxy provided to registered Shareholders by the Corporation. However, its purpose is limited to instructing the registered shareholder (the broker or agent of the broker) on how to vote on behalf of the Beneficial Shareholder. The majority of brokers now delegate responsibility for obtaining instructions from clients to Broadridge Financial Solutions, Inc. Beneficial Shareholders will typically receive a machine-readable voting instruction form with a request that the Beneficial Shareholders return the form to the address specified or otherwise communicate voting instructions by way of the Internet, facsimile or telephone. The results of all of the voting instructions received are tabulated and appropriate instructions respecting the voting of shares to be represented at the Meeting are provided to the Corporation. **A Beneficial Shareholder receiving a voting instruction form cannot use that form to vote Common Shares directly at the Meeting - the voting instruction form must be returned (or voting instructions communicated in the manner specified) well in advance of the Meeting in order to have the Common Shares voted.**

Although a Beneficial Shareholder may not be recognized directly at the Meeting for purposes of voting Common Shares registered in the name of his broker (or agent of the broker), a Beneficial Shareholder may attend at the Meeting as proxyholder for the registered Shareholder and vote the Common Shares in that capacity. **Beneficial Shareholders who wish to attend the Meeting and indirectly vote their Common Shares as proxyholder for the registered Shareholder should contact their broker or other intermediary, well in advance of the Meeting.**

#### *Voting of Proxies*

All shares represented at the Meeting by a properly executed Proxy will be voted on any ballot that may be called for and, where a choice with respect to any matter to be acted upon has been specified in the form of Proxy, the shares represented by the Proxy will be voted in accordance with such specification. **In the absence of any such specification or instruction, the persons whose names appear on the Proxy, if named as proxies, will vote in favour of all of the matters set out in the Notice of Meeting.**

**The enclosed form of Proxy confers discretionary authority upon the persons named therein with respect to amendments or variations to matters identified in the Notice of Meeting and any other matters which may properly come before the Meeting.** As of the date hereof, Management is not aware of any amendments to, variations of or other matters to be presented for action at the Meeting. If, however, amendments, variations or other matters properly come before the Meeting, the persons designated in the proxy will vote thereon in accordance with their judgment pursuant to the discretionary authority conferred by such proxy with respect to such matters.

#### **VOTING SHARES AND PRINCIPAL HOLDERS THEREOF**

The record date for the purpose of determining holders of Common Shares is December 17, 2018. Shareholders of record on that date are entitled to receive notice of and attend the Meeting and vote thereat on the basis of one vote for each Common Share held, except to the extent that a registered Shareholder has transferred the ownership of any shares, subsequent to December 17, 2018 and the transferee of those shares produces properly endorsed share certificates, or otherwise establishes that he owns the shares and demands, not later than 10 days before the Meeting, that his name be included on the shareholder list before the Meeting, in which case, the transferee shall be entitled to vote his shares at the Meeting.

The Corporation's authorized share capital consists of an unlimited number of Common Shares, an unlimited number of First Preferred Shares and an unlimited number of Second Preferred Shares. As at the date hereof, no Preferred Shares and 167,389,247 Common Shares are issued and outstanding as fully paid and non-assessable.

As at the date hereof, to the knowledge of the directors and senior officers of the Corporation, the following sets out the only persons, firms or corporations owning of record or beneficially, directly or indirectly, or exercising control or direction over 10% or more of the issued and outstanding Common Shares.

Name and Municipality	Type of Ownership	Number of Common Shares	Percentage of Shares Owned
Hepalink USA, Inc.	Beneficially	25,000,000	14.94%

### EXECUTIVE COMPENSATION

During the most recently completed financial year ended January 31, 2018 the Corporation had three executive officers for which the Corporation paid or accrued aggregate cash compensation of \$516,468 (2017 - \$582,800) See “Interest of Informed Persons in Material Transactions”.

#### Compensation Discussion and Analysis

The objectives of the Corporation’s compensation strategy are to employ, retain and reward employees for employment services rendered to the Corporation. The strategy is designed to reward employees for services that benefit the Corporation and assist the Corporation to realize its goals and objectives. Executive compensation is determined through discussion by the Corporation’s Compensation Committee and its Board of Directors in consultation with the Corporation’s executive officers and reviewed annually. The Corporation compensates its employees with cash and by stock option grants. The amount of cash paid, and the number of options granted are dependent upon market conditions and the Corporation’s finances. Previous options granted to executive officers are taken into account when considering new grants.

The Corporation has entered into employment agreements with each of its executive officers. Dr. Ragupathy Madiyalakan has been the Chief Executive Officer since August 2006. Mr. Thomas Woo has been the Vice-President, Product Development since June 2002. Mr. Pierre Vermette has been the Chief Financial Officer since January 2005.

#### Summary Compensation Table

Securities legislation requires the disclosure of compensation received by each “Named Executive Officer” of the Corporation for the three most recently completed financial years. “Named Executive Officer” is defined by the legislation to mean (i) each Chief Executive Officer and Chief Financial Officer of the Corporation, (ii) each of the Corporation’s three most highly compensated executive officers, or the three most highly compensated individuals acting in a similar capacity, other than the Chief Executive Officer and Chief Financial Officer, at the end of the most recently completed financial year and whose total compensation exceeded C\$150,000, and (iii) any additional individual for whom disclosure would have been provided under (ii) but for the fact that the individual was not serving as an executive officer of the Corporation at the end of the most recently completed financial year end of the Corporation.

The following table sets forth information concerning all annual compensation earned for services rendered by the executive officers of the Corporation, including the Chief Executive Officer and the Chief Financial Officer (the “**Named Executive Officers**”), in each of the three most recently completed financial years.

Name and Principal Position	Year	Salary (\$)	Share-based Awards (\$)	Option-based Awards (\$)	Non-equity Incentive Plan Compensation (\$)		All Other Compensation (\$)	Total Compensation (\$)
					Annual incentive plans	Long-term incentive plans		
Dr. Ragupathy Madiyalakan <sup>(3)(4)</sup> CEO	2018	25,937	Nil	97,000 <sup>(2)</sup>	Nil	Nil	4,035	126,972
	2017	62,500	Nil	Nil	Nil	Nil	Nil	62,500
	2016	143,750	Nil	Nil	Nil	Nil	320,026	463,776
Pierre Vermette <sup>(4)</sup> CFO	2018	57,192	Nil	34,500 <sup>(2)</sup>	Nil	Nil	Nil	91,692
	2017	55,125	Nil	Nil	Nil	Nil	Nil	55,125
	2016	96,688	Nil	Nil	Nil	Nil	Nil	96,688
Thomas Woo <sup>(4)</sup> VP, Product Development	2018	Nil	Nil	34,500 <sup>(2)</sup>	Nil	Nil	Nil	34,500
	2017	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	2016	109,167	Nil	Nil	Nil	Nil	Nil	109,167

NOTES:

- (1) The Corporation does not maintain any defined benefit or defined contribution pension plans.
- (2) Options to acquire Common Shares. The closing price of the Common Shares on February 17, 2017, the date of the grant, was \$0.12. Each of the options has an estimated grant date fair value of \$0.12 per option calculated using the Black Scholes option valuation model, using the following grant date assumptions: expected life of option, 10 years; volatility 172%; risk free interest rate 1.71%; dividend yield, 0%. The closing price of the Common Shares on January 2, 2018, the date of the grant, was \$0.11. Each of the options has an estimated grant date fair value of \$0.11 per option calculated using the Black Scholes option valuation model, using the following grant date assumptions: expected life of option, 10 years; volatility 380%; risk free interest rate 2.05%; dividend yield, 0%.
- (3) Dr. Madiyalakan is also a Director of the Corporation. He does not receive compensation for his services as a Director. The grant of incentive stock options is based on his services as an Executive Officer of the Corporation.
- (4) On May 1, 2017, the annual salaries for the Officers of the Corporation increased to the following: Mr. Vermette - \$115,762 – Mr. Vermette devotes 50% of his time to the Corporation and 50% of his time to OncoQuest Inc. (“OncoQuest”), a subsidiary of Quest. Under an employment agreement with OncoQuest, 50% of Mr. Vermette’s salary is paid by OncoQuest; Dr. Madiyalakan - \$262,500 with an annualized bonus of up to 50% of the annualized salary with payment based on achieving set objectives – Effective February 1, 2017, Dr. Madiyalakan devotes 10% of his time to the Corporation and 90% of his time to OncoQuest. Under an employment agreement with OncoQuest, 90% of Dr. Madiyalakan’s salary is paid by OncoQuest. Mr. Woo’s annual salary on May 1, 2017 was \$144,427 and Mr. Woo devotes 100% of his time to OncoQuest and 100% of his salary is paid by OncoQuest. On December 31, 2016, as part of Dr. Madiyalakan’s remuneration, the Corporation paid to Dr. Madiyalakan a bonus of 135,000 shares of OncoQuest. and 7,500 shares of Bioceltran Co., Ltd., that were owned by the Corporation. The OncoQuest shares have an approximate FMV of USD\$1.75 per share as determined by an independent 409a analysis prepared for the Corporation (Cdn\$317,213). The shares of Bioceltran, a private Korea based company, have a FMV of Cdn\$0.375 per share equal to the cost of the shares to the Corporation (Cdn\$2,813). The aggregate value of the bonus shares paid to Dr. Madiyalakan in 2016 was \$320,026. In November 2017, as part of Dr. Madiyalakan’s remuneration, the Corporation paid to Dr. Madiyalakan a bonus of 30,000 shares of Madenco Biosciences that were owned by the Corporation. The Madenco shares have an approximate FMV of Cdn\$0.1345 per share equal to the cost of the shares to the Corporation (Cdn\$4,035). Effective May 1, 2018, the annual salaries for the Officers of the Corporation increased to the following: Dr. Madiyalakan – \$315,000; Mr. Vermette - \$125,000; Mr. Woo - \$160,000.

### Incentive Plan Awards - Outstanding Option-based Awards

The following table sets forth for each Named Executive Officer, all option-based awards outstanding at the end of the most recently completed financial year, including awards granted before the most recently completed financial year.

Name	Number of securities underlying unexercised options (#)	Option Exercise Price (\$)	Option Expiration Date	Value of unexercised in-the-money options (\$) <sup>(1)</sup>
Dr. Ragupathy Madiyalakan	300,000 <sup>(2)</sup>	0.10	January 26, 2020	3,000
	500,000	0.10	January 3, 2021	5,000
	1,100,000	0.10	June 2, 2021	11,000
	400,000	0.10	May 17, 2022	4,000
	1,000,000	0.10	July 24, 2023	10,000
	1,000,000	0.10	November 7, 2024	10,000
	350,000	0.15	February 17, 2027	Nil
	500,000	0.15	January 2, 2028	Nil
Pierre Vermette	150,000	0.10	January 26, 2020	1,500
	250,000	0.10	January 3, 2021	2,500
	150,000	0.10	June 2, 2021	1,500
	45,000	0.10	May 17, 2022	450
	250,000	0.10	July 24, 2023	2,500
	250,000	0.10	November 7, 2024	2,500
	150,000	0.15	February 17, 2027	Nil
	150,000	0.15	January 2, 2028	Nil
Thomas Woo	150,000	0.10	January 26, 2020	1,500
	250,000	0.10	January 3, 2021	2,500
	250,000	0.10	June 2, 2021	2,500
	45,000	0.10	May 17, 2022	450
	250,000	0.10	July 24, 2023	2,500
	250,000	0.10	November 7, 2024	2,500
	150,000	0.15	February 17, 2027	Nil
	150,000	0.15	January 2, 2028	Nil

NOTES:

(1) Based on the closing price of the Common Shares on the TSX Venture Exchange on January 31, 2018 of \$0.11 less the exercise price in respect of such options.

(2) On October 9, 2018, Dr. Madiyalakan exercised 300,000 options to purchase 300,000 common shares at \$0.10 per share.

### Incentive Plan Awards – Value Vested or Earned During the Year

The following table sets forth for each Named Executive Officer, the value of vested stock options during the most recently completed financial year.

Name	Value Vested During 2018
Dr. Ragupathy Madiyalakan	Nil <sup>(1)</sup>
Pierre Vermette	Nil <sup>(1)</sup>
Thomas Woo	Nil <sup>(1)</sup>

NOTES:

(1) All of the stock options vested on the date of the grant and were granted with an exercise price at or above the market price of the Common Shares on the date they were granted, therefore none had any intrinsic value on the vesting date.

All share options granted to Named Executive Officers are pursuant to the terms of the Corporation's stock option plan and the policies of the TSX Venture Exchange. See "Securities Authorized for Issuance Under Equity

Compensation Plans”.

There were no share-based awards and no non-equity incentive plan compensation during the years ended January 31, 2018 and 2017.

### Termination and Change of Control Benefits

The Corporation and/or subsidiary OncoQuest Inc. have entered into employment agreements with each of the Named Executive Officers which provides for termination by the Corporation for just cause or without cause by either the Corporation or the Named Executive Officer on written notice.

Dr. Madiyalakan’s employment agreement with the Corporation requires 90 days’ written notice by the Corporation if terminated for just cause. If terminated without cause by the Corporation, in addition to compensation earned up to and including the date of termination, the Corporation is required to pay Dr. Madiyalakan 2 years’ salary. In the event of a successful hostile take-over of the Corporation, Dr. Madiyalakan will be entitled to a severance amount equal to two years’ annual salary. Dr. Madiyalakan’s employment agreement contains provisions relating to non-competition, non-solicitation and confidentiality. Dr. Madiyalakan’s employment agreement with OncoQuest may be terminated immediately by OncoQuest for cause, upon two years’ written notice or payment of two years’ salary in lieu if terminated by OncoQuest without cause and may be terminated by Dr. Madiyalakan on 3 months’ prior written notice. In the event that Dr. Madiyalakan is unable to enter into a continuation agreement within 6 months of a change of control of OncoQuest, he will be entitled to a severance amount equal to two years’ annual salary. Dr. Madiyalakan’s employment agreement with OncoQuest contains provisions relating to confidentiality.

Mr. Woo’s employment agreement with OncoQuest may be terminated immediately by OncoQuest for cause, upon 12 months’ written notice or payment of 12 months’ salary in lieu if terminated by OncoQuest without cause and may be terminated by Mr. Woo on 3 months’ prior written notice. Mr. Woo’s employment agreement contains provisions relating to confidentiality.

Mr. Vermette’s employment agreement provides that either he or the Corporation may terminate without cause on 30 days’ written notice. If terminated by the Corporation without cause after 1 year of service, in addition to compensation earned up to and including the date of termination, the Corporation is required to pay Mr. Vermette 2 months of salary plus 2 months for each additional year of service greater than 1 year to a maximum of 6 months. Mr. Vermette’s employment agreement contains provisions relating to confidentiality. Mr. Vermette’s employment agreement with OncoQuest may be terminated immediately by OncoQuest for cause, upon 6 months’ written notice or payment of 6 months’ salary in lieu if terminated by OncoQuest without cause and may be terminated by Mr. Vermette on 3 months’ prior written notice. Mr. Vermette’s employment agreement contains provisions relating to confidentiality.

### Termination Without Cause

For illustrative purposes, if these Named Executive Officer had been terminated without cause on January 31, 2018, the following amounts would have been payable:

Name	Aggregate amount payable for base salary	Aggregate amount payable for bonus	Aggregate amount payable for perquisites and benefits	Option-based awards – Value vested	Total
Dr. Ragupathy Madiyalakan <sup>(1)</sup>	\$525,000	Nil	Nil	Nil	\$525,000
Pierre Vermette <sup>(2)</sup>	\$57,881	Nil	Nil	Nil	\$57,881
Thomas Woo <sup>(3)</sup>	\$144,427	Nil	Nil	Nil	\$144,427

Notes:

(1) Equal to 24 months salary. Assumes termination by both the Corporation and OncoQuest

(2) Equal to 6 months salary. Assumes termination by both the Corporation and OncoQuest

(3) Equal to 12 months salary.

### Termination Without Cause Following a Successful Hostile Take-Over

For illustrative purposes, if these Named Executive Officer had been terminated without cause on January 31, 2018 following a successful hostile take-over bid of the Corporation, the following amounts would have been payable:

Name	Aggregate amount payable for base salary	Aggregate amount payable for bonus	Aggregate amount payable for perquisites and benefits	Option-based awards – Value vested	Total
Dr. Ragupathy Madiyalakan <sup>(1)</sup>	\$525,000	Nil	Nil	Nil	\$525,000
Pierre Vermette <sup>(2)</sup>	\$57,881	Nil	Nil	Nil	\$57,881
Thomas Woo <sup>(3)</sup>	\$144,427	Nil	Nil	Nil	\$144,427

Notes:

- (1) Equal to 24 months salary. Assumes termination by both the Corporation and OncoQuest
- (2) Equal to 6 months salary. Assumes termination by both the Corporation and OncoQuest
- (3) Equal to 12 months salary.

### Director Compensation

During the most recently completed financial year, the Corporation had four Directors who were not also Named Executive Officers. The Directors are eligible to receive cash compensation for their services as such based on an annual retainer and are also compensated by incentive stock options and entitled to reimbursement for out-of-pocket expenses incurred while serving in such capacity.

#### *Director Compensation Table*

The following table sets forth compensation provided to the Directors who are not also Named Executive Officers in the most recently completed financial year.

For the Year Ended January 31, 2018						
Name	Fees Earned (\$)	Share-based Awards (\$)	Option-based Awards (\$)	Non-equity Incentive Plan Compensation (\$)	All Other Compensation (\$)	Total Compensation (\$)
Lorne Meikle	17,500	N/A	34,500	N/A	Nil	52,000
Ian McConnan	7,500	N/A	18,000	N/A	Nil	25,500
Eric Shi	7,500	N/A	18,000	N/A	Nil	25,500
Shawn Lu	10,000	N/A	34,500	N/A	Nil	44,500
J. Mark Lievonon	20,000	N/A	25,000	N/A	Nil	45,000
W. John Meekison	10,000	N/A	16,500	N/A	Nil	26,500

All share options granted to Directors are pursuant to the terms of the Corporation's stock option plan and the policies of the TSX Venture Exchange. See "Securities Authorized for Issuance Under Equity Compensation Plans".

#### *Outstanding Option-based Awards*

The following table sets forth for each Director who is not also a Named Executive Officer, all option-based awards outstanding at the end of the most recently completed financial year, including awards granted before the most

recently completed financial year.

Name	Number of securities underlying unexercised options (#)	Option Exercise Price (\$)	Option Expiration Date	Value of unexercised in-the-money options (\$)
Lorne Meikle	150,000	0.10	Jan. 26, 2020	1,500
	150,000	0.10	Jan 3, 2021	1,500
	150,000	0.10	May 17, 2022	1,500
	250,000	0.10	July 24, 2023	2,500
	150,000	0.10	November 7, 2024	1,500
	150,000	0.15	February 17, 2027	Nil
	150,000	0.15	January 2, 2028	Nil
J. Mark Lievonen	150,000	0.15	July 19, 2027	Nil
	50,000	0.15	January 2, 2028	Nil
W. John Meekison	150,000	0.15	January 2, 2028	Nil
Shawn Lu	150,000	0.15	February 17, 2027	Nil
	150,000	0.15	January 2, 2028	Nil

NOTE:

(1) Based on the closing price of the Common Shares on the TSX Venture Exchange on January 31, 2018 of \$0.11 less the exercise price in respect of such options.

#### *Incentive Plan Awards – Value Vested or Earned During the Year*

The following table sets forth for each Director who is not also a Named Executive Officer, the value of vested stock options during the most recently completed financial year.

Name	Value Vested During 2018
Lorne Meikle	Nil <sup>(1)</sup>
J. Mark Lievonen	Nil <sup>(1)</sup>
W. John Meekison	Nil <sup>(1)</sup>
Shawn Lu	Nil <sup>(1)</sup>

NOTE:

(1) All of the share options vested on the date of the grant with an exercise price at or above the market price of the Common Shares on the date they were granted, therefore none had any intrinsic value on the vesting date.

#### **SECURITIES AUTHORIZED FOR ISSUANCE UNDER EQUITY COMPENSATION PLANS**

The Corporation does not operate any plans which pay or distribute cash or non-cash compensation to executive officers other than a stock option plan (the “**Plan**”) which is operated in accordance with the policies of the TSX Venture Exchange (the “**Exchange**”). The Plan permits the Board of Directors of the Corporation to grant incentive stock options to directors, officers, managers, employees and consultants of the Corporation and its subsidiaries. Pursuant to the Plan and policies of the Exchange, options may be granted to acquire a fixed number of Common Shares (currently up to 25,000,000 of the issued and outstanding Common Shares), set aside and made available for issuance in accordance with the Plan provided that in no event shall options:

- (a) be granted entitling any single individual to purchase in excess of 2-1/2% of the issued and outstanding Common Shares in any 12-month period and five percent in the aggregate;
- (b) be granted entitling any one Consultant to purchase in excess of 2% of the then issued and outstanding Common Shares in any 12-month period, and
- (c) be granted to employees and consultants conducting Investor Relations Activities to purchase in the aggregate, in excess of 2% of the then issued and outstanding Common Shares.

The options are non-transferable and will expire, if not exercised, after a reasonable period of time as determined by the board following the date the optionee ceases to be a director, officer, consultant or employee of the Corporation for reasons other than death, one year after the death of an optionee and no later than the tenth anniversary of the date the option was granted.

The Plan was last approved and ratified by Shareholders at the annual general and special meeting held on November 27, 2015.

The following table sets forth information with respect to the Plan as at the Corporation's most recently completed financial year ended January 31, 2018.

<b>Equity Compensation Plan Information For the Year Ended January 31, 2018</b>			
	<b>Number of securities to be issued upon exercise of outstanding options, warrants and rights</b>	<b>Weighted-average exercise price of outstanding options, warrants and rights</b>	<b>Number of securities remaining available for future issuance under equity compensation plans (excluding securities reflected in column (a))</b>
<b>Plan Category</b>	<b>(a)</b>	<b>(b)</b>	<b>(c)</b>
<b>Equity compensation plans approved by shareholders</b>	17,850,000	\$0.13	7,150,000
<b>Equity compensation plans not approved by shareholders</b>	N/A	N/A	N/A

NOTES:

- (1) Reference should be made to the Corporation's audited consolidated financial statements for the year ended January 31, 2018 for more detailed disclosure relating to the stock options granted, exercised and outstanding.
- (2) Subsequent to January 31, 2018, no options have been granted to directors and officers of the Corporation.

**INDEBTEDNESS OF DIRECTORS AND EXECUTIVE OFFICERS**

None of the current or former executive officers, Directors, proposed nominee for election as a Director or employees of the Corporation, nor any associates or affiliates of such persons, have been indebted to the Corporation at any time since the beginning of the January 31, 2018 financial year.

**INTEREST OF INFORMED PERSONS IN MATERIAL TRANSACTIONS**

No director or officer of the Corporation, proposed nominee for election as a director of the Corporation, principal shareholder of the Corporation nor any associate or affiliate of any of the foregoing had any material interest, direct or indirect, in any transaction since the commencement of the Corporation's financial year ended January 31, 2018, or in any proposed transaction that has materially affected or that would materially affect the Corporation, except for the payment of compensation for management services provided to the Corporation. See "Executive Compensation".

**INTEREST OF CERTAIN PERSONS AND COMPANIES IN MATTERS TO BE ACTED UPON**

There is no material interest, direct or indirect, by way of beneficial ownership of securities or otherwise, by any Director or Executive Officer of the Corporation, proposed nominee for election as a Director of the Corporation, or any associate or affiliate of such persons, in any matter to be acted on other than the election of Directors at the Meeting or as otherwise set forth in this Information Circular.

**ADDITIONAL INFORMATION**

Additional information relating to the Corporation is available on SEDAR at [www.sedar.com](http://www.sedar.com). Financial information is contained in the Corporation's audited comparative consolidated financial statements for the financial

years ended January 31, 2018 and 2017. Copies of the Corporation's financial statements and MD&A may be obtained upon written request made to the Corporation at its principal office at 8123 Roper Road NW, Edmonton, Alberta T6E 6S4, Attention: Pierre Vermette, CFO, by facsimile to the Corporation at (780) 416-0324 or by email to [pierre@questpharmatech.com](mailto:pierre@questpharmatech.com). The Corporation may require payment of a reasonable charge if the request for information is made by a person or company that is not a security holder of the Corporation.

## AUDIT COMMITTEE AND RELATIONSHIP WITH AUDITORS

National Instrument 52-110 *Audit Committees* ("NI 52-110") requires the Corporation to disclose annually in its management information circular certain information relating to the Corporation's Audit Committee and its relationship with the Corporation's Auditors. The following is the disclosure required in Form 52-110F2 applicable to Venture Issuers.

### 1. The Audit Committee's Charter

The Corporation has adopted an Audit Committee Charter which is attached as Appendix A to this Information Circular.

### 2. Composition of the Audit Committee

The Audit Committee consists of W. John Meekison (Chair), Lorne Meikle, J. Mark Lievonon and Shawn Lu. All of the committee members are considered by the Corporation to be "independent" and all are considered to be "financially literate" (as such terms are defined in NI 52-110). Dr. Madiyalakan is an ex-officio non-voting member of the Audit Committee.

### 3. Relevant Education and Experience

For the education and experience of each Audit Committee member that is relevant to the performance of his responsibilities as an Audit Committee member, please refer to the biographical information that is contained for each below under the heading "Business of the Meeting – Election of Directors" in this Information Circular.

#### **W. John Meekison, CPA, CMA, P Log, CIM**

Mr. Meekison is a career Chief Financial Officer and investment banker. He has spent the last fifteen years serving in a variety of executive management and CFO roles with both private and public companies, most currently as the CFO of Exro Technologies Inc. and Sojourn Exploration Inc., both publicly traded companies. Prior to that, Mr. Meekison spent fifteen years in corporate finance with a focus on raising equity capital for North American technology companies, including nine years at Haywood Securities Inc. Mr. Meekison also serves on the board of directors of several public and private companies. Mr. Meekison received his Bachelor of Arts from the University of British Columbia and is a Chartered Professional Accountant, Professional Logistician and Certified Investment Manager.

#### **Lorne Meikle**

Mr. Meikle is currently the President and Chief Executive Officer of Management Dynamics Ltd., a retired director with Life Sciences Ontario (LSO), where he was founding President in 2010, and the former President & CEO of BCY LifeSciences Inc. (TSXV: BCY). Mr. Meikle was born and raised in Edmonton and is an economics graduate from the University of Manitoba. He has more than 40 years of senior management, marketing and sales management, and director experience in the health care industry. He was a member of the senior management groups at Glaxo Canada, Smith Kline and French, Ortho-McNeil and directed the International marketing program at Connaught Laboratories, now Sanofi Pasteur. In recent years he was President of TBI, leading the change in the organization to Life Sciences Ontario; Vice President, Immunovaccine Technologies Inc.; President and Chief Executive Officer of Seragen Biopharmaceuticals Ltd., the Canadian affiliate of Seragen Inc., now part of Ligand, Inc; CEO of GeneSense Technologies Inc., merged into Lorus Therapeutics (now Aptose Biosciences Inc.); and chaired the steering committee for BIO 2002 in Toronto. Additionally, he was the President, Chief Executive

Officer, Founder and a director of BioCatalyst Yorkton Inc., a venture management company that specialized in the formation of, and management of early-stage healthcare companies.

**Mark Lievonen, C.M., FCPA, MBA, LLD**

Mr. Lievonen has over 30 years’ experience in the pharmaceutical industry. From 1999 to 2016, Mr. Lievonen was the President of Sanofi Pasteur Limited, the Canadian vaccine division of Sanofi, a global pharmaceutical company. Mr. Lievonen has received many awards and honours, including his appointment to the Order of Canada in 2015. He was named a Chevalier de l’Ordre National de Mérite by the government of France in 2007 and was inducted into the Canadian Healthcare Marketing Hall of Fame in 2013. Mr. Lievonen holds a BBA and an MBA from the Schulich School of Business and a Honorary Doctor of Laws from York University. He is a Chartered Professional Accountant and received his designation while working with PricewaterhouseCoopers prior to joining Sanofi Pasteur. He was elected as a Fellow of the Institute of Chartered Accountants of Ontario in 2007.

**Shawn Lu, CIM, MFin**

Mr. Lu is currently the chief financial officer of Hepalink USA Inc. and has served in this capacity since 2014. From 2013 to 2014, Mr. Lu was employed as the Area Manager for BMO Bank of Montreal in the central Greater Toronto area. From 2005 to 2013, Mr. Lu worked with the TD Bank as a Residential Mortgage Manager in North York, Toronto. From 2001 to 2005, Mr. Lu worked as a senior financial advisor for TD Bank in Toronto. From 1999 to 2000, Mr. Lu was employed with ShenZhen Hepalink Biopharmaceutical Co., Ltd as the CFO and VP of Corporate Finance. From 1998 to 1999, Mr. Lu was employed as the VP of Investment and Corporate Finance with ShenZhen FuTianXin Investment Co., Ltd. From 1992 to 1998, Mr. Lu worked as the General Manager, Corporate finance department, and Manager, Investment and Finance department for China Merchant Shekou Port Co. Ltd. (a ShenZhen Stock Exchange listed company). Mr. Lu has extensive experience in the areas of corporate finance, capital markets and investment financing. Mr. Lu has a Canadian Investment Manager (CIM, Canada) designation and also a Master of Finance Management from Queens University, School of Business, Kingston, Ontario. Mr. Lu also holds a Certified Accountant and Certified Corporate Economist designation in China and has a Master of Corporate Economics and Business Administration from ZhongNan University, Wuhan, China.

**4. Audit Committee Oversight**

Since the commencement of the Corporation’s most recently completed financial year, no recommendation of the Audit Committee to nominate or compensate an external auditor was not adopted by the Board.

**5. Reliance on Certain Exemptions**

Since the commencement of the Corporation’s most recently completed financial year, it has not relied on the exemption in section 2.4 (*De Minimus Non-Audit Services*) or an exemption granted under Part 8 (*Exemptions*) from NI 52-110.

**6. Pre-Approval Policies and Procedures**

The Audit Committee has not adopted specific policies and procedures for the engagement of non-audit services. All non-audit services must be pre-approved by the Audit Committee. See Appendix A – “Audit Committee Charter - Duties, External Audit, Non-Audit/Audit Services”.

**7. External Auditor Service Fees**

The fees paid to the Corporation’s external Auditor in each of the last two financial years are as follows:

Year ended Jan. 31	Audit Fees	Audit-Related Fees	Tax Fees	All Other Fees
2018	\$70,000	Nil	Nil	Nil
2017	\$70,000	Nil	Nil	Nil

## 8. Exemption

The Corporation is a “venture issuer” as defined in NI 52-110 and is relying on the exemption contained in section 6.1 of NI 52-110, which exempts it from the requirements of Part 3 (*Composition of Audit Committee*) and Part 5 (*Reporting Obligations*) of NI 52-110.

## CORPORATE GOVERNANCE

National Instrument 58-101 *Disclosure of Corporate Governance Practices* requires the Corporation to disclose in its management information circular certain information relating to the Corporation’s corporate governance practices. The following is the disclosure required in Form 58-101F2 applicable to Venture Issuers.

### 1. Board of Directors

The Board of Directors of the Corporation (“**Board**”) is presently comprised of five Directors, four of whom are independent pursuant to the definition of independence used by the Canadian Securities Administrators, which is set out in section 1.4 of NI 52-110. A Director is considered to be independent if they have no direct or indirect material relationship with the Corporation. A “material relationship” is a relationship which could, in the view of the Board, be reasonably expected to interfere with the exercise of a director’s independent judgment. Certain types of relationships are by their very nature considered to be material relationships and are specified in section 1.4 of NI 52-110.

Mr. Meikle, Mr. Lievonen, Mr. Meekison and Mr. Lu are considered to be independent directors. Dr. Madiyalakan is not considered to be independent as he is the Chief Executive Officer of the Corporation.

The Board facilitates its exercise of independent supervision over management by holding Board meetings on a regular basis and by requiring that management update the Board on a regular basis regarding the operational and financial affairs of the Corporation (please refer to the summary of the Board Charter in Appendix A under the heading “Other Board Committees” below for further details).

### 2. Directorships

None of the Corporation’s directors are currently directors of any other reporting issuers (or the equivalent), except for Mr. Lievonen who is a director of Oncolytics Biotech Inc., Acerus Pharmaceuticals Corporation and Biome Grow Inc., and Mr. Lu who is a director of Resverlogix Corp.

### 3. Orientation and Continuing Education

The Chairman orients Board members by providing them with the Corporation’s policies and charters which serve as a basis for informed decision making. Board members are also provided with complete access to all information requested regarding the Corporation.

### 4. Ethical Business Conduct

The Board has adopted a Board Code of Conduct (which may be viewed at [www.sedar.com](http://www.sedar.com)) and an Employee Code of Conduct. Under the Board Code of Conduct, the Board’s objective is to uphold ethical standards in all of its corporate activities and foster a climate of honesty, truthfulness and integrity.

The Corporation’s Governance Committee is responsible for setting the standards of business conduct to be contained in the Board Code and updating such standards as it deems appropriate to reflect changes in the legal and regulatory framework applicable to the Corporation, the business practices of the Corporation and those within the Corporation’s industry and the prevailing ethical standards of the communities in which the Corporation operates. While the Corporation’s Governance Committee will oversee and monitor compliance with the Board Code, it is the individual responsibility of each Director of the Corporation to

comply with the Board Code.

The Board Code requires Directors to:

- (a) act honestly and in good faith with a view to the best interests of the Corporation;
- (b) exercise the care, diligence and skill that a reasonably prudent person would exercise in comparable circumstances;
- (c) exercise his Director's powers for the purpose for which they were intended;
- (d) ensure that the Director's personal interest and his duty to the Corporation are not brought into conflict; and
- (e) ensure that the Director does not obtain or receive, directly or indirectly, a personal profit, gain or benefit as a result of his relationship with the Corporation, other than compensation for the services they provide to the Corporation.

Every Director of the Corporation shall comply in all respects with the Corporation's Timely Disclosure, Confidentiality and Insider Trading Policy.

5. **Nomination of Directors**

New candidates for nomination to the Board are identified by the existing Board members through their business networks.

6. **Compensation**

Compensation for the CEO is determined by the Compensation Committee and approved by the Board. The Compensation Committee is comprised of Mr. Lu, Mr. Meikle, Mr. Meekison and Mr. Lievonon. Dr. Madiyalakan is an ex-officio non-voting member of the Compensation Committee. At present, independent Directors are eligible to receive an honorarium per year and the grant of stock options to acquire Common Shares.

7. **Other Board Committees**

In addition to the Audit Committee and Compensation Committee, the Board has a Corporate Governance Committee, whose function includes the promotion of good corporate governance within the Corporation. The Board has adopted a Board Charter and a Corporate Governance Committee Charter.

The following is a summary of the Board Charter and the Corporate Governance Charter.

**Board Charter** - The primary responsibility of the Board is to provide governance and stewardship to the Corporation. The Board will appoint a competent executive management team to run the day to day operations of the Corporation. It will oversee and supervise the management of the business as well as the Corporation's systems of corporate governance and financial reporting and controls to ensure that the Corporation reports adequate and fair financial information to Shareholders and engages in ethical and legal corporate conduct. The Board carries out its mandate directly and through committees of the Board. Presently, the Board has the following committees: The Audit Committee, the Compensation Committee and Corporate Governance Committee.

**Corporate Governance Charter** - The Board has established a Corporate Governance Committee for the purpose of providing the Board with recommendations relating to corporate governance in general, including, without limitation: (a) all matters relating to the stewardship role of the Board in respect of the management of the Corporation; (b) Board size and composition, including the candidate selection process and the orientation of new Directors; (c) Board compensation recommendations; and (d) such procedures as may be necessary to allow the Board to function independently of Management. The Corporate Governance Committee will also oversee compliance with policies associated with an efficient system of

corporate governance.

8. **Assessments**

The Board is satisfied that the Board, its committees, and its individual Directors are performing effectively. This determination is based on the number of Board and Committee meetings the Directors participate in during the year.

**BUSINESS OF THE MEETING**

***FINANCIAL STATEMENTS AND AUDITOR'S REPORT***

The audited financial statements of the Corporation for the year ended January 31, 2017 and for the year ended January 31, 2018, and the Auditor's Reports thereon, will be placed before Shareholders at the Meeting for their consideration.

The Corporation is providing concurrent with this Information Circular, a request form to all registered and beneficial shareholders of the Corporation for use to request a copy of the Corporation's audited annual financial statements and annual MD&A and/or interim financial reports and interim MD&A. Shareholders must complete and return the request form or provide a written request to the Corporation in order to receive financial statements and MD&A from the Corporation. Shareholders are encouraged to complete and return the request form with their proxy.

***APPOINTMENT OF AUDITORS***

Kingston Ross Pasnak LLP, Chartered Professional Accountants have been the Auditors of the Corporation since November 2016. Shareholders will be asked to vote for the appointment of Kingston Ross Pasnak as Auditors of the Corporation, to hold office until the next annual meeting of Shareholders of the Corporation or until a successor is duly elected or appointed, at a remuneration to be fixed by the Board of Directors.

Approval of the ordinary resolution requires the affirmative vote of a majority of the votes cast in respect thereof by holders of Common Shares represented at the Meeting. **The person designated in the enclosed Form of Proxy intends to vote FOR the appointment of Kingston Ross Pasnak LLP, Chartered Accountants as Auditors of the Corporation, unless instructed otherwise.**

***ELECTION OF DIRECTORS***

The Articles of the Corporation provide that the Corporation shall have a minimum of 3 and a maximum of 12 Directors. There are currently 5 members of the Board of Directors of the Corporation, whose term of office expires at the Meeting. It is proposed that all of the current Directors and one additional nominee be elected as Directors of the Corporation at the Meeting, to serve until the next annual meeting of Shareholders or until their successors are duly elected or appointed.

The following table sets forth, for all persons proposed to be nominated for election as Directors, all positions and offices with the Corporation now held by them, their principal occupations (in the case of nominees that were not previously elected, for the previous 5 years), periods during which they have served as Directors of the Corporation and the number of voting shares of the Corporation beneficially owned, directly or indirectly, by each of them, or over which they exercise control or direction.

<b>Name and Municipality of Residence</b>	<b>Position with the Corporation and Present Occupation</b>	<b>Director Since</b>	<b>Number of Common Shares</b>
Mr. Lorne Meikle <sup>(1)(2)(3)(4)</sup> Toronto, Ontario	Director of the Corporation. President and CEO of Management Dynamics Ltd.	Jan. 15, 2009	2,000

Name and Municipality of Residence	Position with the Corporation and Present Occupation	Director Since	Number of Common Shares
Dr. Ragupathy Madiyalakan, Ph.D. <sup>(5)</sup> Edmonton, Alberta	Director and CEO of the Corporation.	June 17, 2004 Nov. 2001 to Dec. 2002	2,696,710 <sup>(5)</sup>
Mr. J. Mark Lievonen, C.M., FCPA, FCA, LLD <sup>(2)(3)(4)</sup> Stouffville, Ontario	Director of the Corporation. President of Sanofi Pasteur Limited from March 1999 to December 2016.	July 13, 2017	nil
Mr. W. John Meekison, CPA, CMA, P. Log, CIM. <sup>(2)(3)(4)</sup> West Vancouver, British Columbia	Director of the Corporation. Director, Capital Markets of Evans & Evans, Inc. since August 2016. Chief Financial Officer of Exro Technologies Inc. and Sojourn Exploration Inc.	Nov. 2, 2017	nil
Mr. Shawn Lu, CIM, MFin <sup>(2)(3)(4)</sup> Toronto, Ontario	Director of the Corporation. Chief Financial Officer, Hepalink USA Inc.	Nov. 27, 2015	nil
Ms. Norma Beauchamp, ICD.D Toronto, Ontario	Director, Aurora Cannabis Inc. since July 2018. Director Acerus Pharmaceuticals Corporation since June 2015. Director, MedReleaf, June 2017 to July 2018. Past President and CEO, Cystic Fibrosis Canada. Past SVP Pharmaceuticals, Bayer Canada. Past VP, Global Strategic Marketing, Gynecology and Andrology, Bayer AG. Formerly Head of MS Patient-Centred Care at Sanofi Canada.	Nominee	nil

NOTES:

- (1) Chairman of the Board
- (2) Member of Audit Committee. Mr. Meekison is the Chair of the Audit Committee
- (3) Member of the Compensation Committee. Mr. Lu is the Chair of the Compensation Committee.
- (4) Member of the Corporate Governance Committee. Mr. Lievonen is the Chair of the Corporate Governance Committee.
- (5) Dr. Madiyalakan is an ex-officio non-voting member of each of the Committees.

The following is a more detailed summary of the qualifications and related experience of the proposed Directors, including the principal occupation business or employment for the five preceding years:

**Lorne Meikle**

Mr. Meikle is currently the President and Chief Executive Officer of Management Dynamics Ltd., a retired director with Life Sciences Ontario (LSO), where he was founding President in 2010, and the former President & CEO of BCY LifeSciences Inc. (TSXV: BCY). Mr. Meikle was born and raised in Edmonton and is an economics graduate from the University of Manitoba. He has more than 40 years of senior management, marketing and sales management, and director experience in the health care industry. He was a member of the senior management groups at Glaxo Canada, Smith Kline and French, Ortho-McNeil and directed the International marketing program at Connaught Laboratories, now Sanofi Pasteur. In recent years, he was President of TBI, leading the change in the organization to Life Sciences Ontario; Vice President, Immunovaccine Technologies Inc.; President and Chief Executive Officer of Seragen Biopharmaceuticals Ltd., the Canadian affiliate of Seragen Inc., now part of Ligand, Inc; CEO of GeneSense Technologies Inc., merged into Lorus Therapeutics; and chaired the steering committee for BIO 2002 in Toronto. Additionally, he was the President, Chief Executive Officer, Founder and a director of BioCatalyst Yorkton Inc., a venture management company that specialized in the formation of, and management of early-stage healthcare companies.

**Ragupathy (“Madi”) Madiyalakan, Ph.D.**

Dr. Madiyalakan is the CEO of the Corporation and has served in this capacity since August 2006. Prior to joining the Corporation, he was one of the founders of SonoLight Pharmaceuticals Corp. (served as its CEO and Director), CanBiocin Inc. (served as President, CEO and Director) and AltaRex Corp. (served as Vice-President, Planning and Chief Scientific Officer). Between 1987 and 1995 Dr. Madiyalakan served in various senior positions at Biomira Inc. Dr. Madiyalakan was previously Executive Vice-President, Research and Development of the Corporation. Dr. Madiyalakan holds a Masters (Chemistry) and Ph.D. (Biochemistry) and a Certificate in Management Development. In addition, he has over 40 years of academic and industrial research experience on an international basis. He has published extensively and been an inventor of a number of patents.

**Shawn Lu, CIM, MFin**

Mr. Lu is currently the Chief Financial Officer of Hepalink USA Inc. and has served in this capacity since 2014. From 2013 to 2014, Mr. Lu was employed as the Area Manager for BMO Bank of Montreal in the central Greater Toronto area. From 2005 to 2013, Mr. Lu worked with the TD Bank as a Residential Mortgage Manager in North York, Toronto. From 2001 to 2005, Mr. Lu worked as a senior financial advisor for TD Bank in Toronto. From 1999 to 2000, Mr. Lu was employed with ShenZhen Hepalink Biopharmaceutical Co., Ltd as the CFO and VP of Corporate Finance. From 1998 to 1999, Mr. Lu was employed as the VP of Investment and Corporate Finance with ShenZhen FuTianXin Investment Co., Ltd. From 1992 to 1998, Mr. Lu worked as the General Manager, Corporate finance department, and Manager, Investment and Finance department for China Merchant Shekou Port Co. Ltd. (a ShenZhen Stock Exchange listed company). Mr. Lu has extensive experience in the areas of corporate finance, capital markets and investment financing. Mr. Lu has a Canadian Investment Manager (CIM, Canada) designation and also a Master of Finance Management from Queens University, School of Business, Kingston, Ontario. Mr. Lu also holds a Certified Accountant and Certified Corporate Economist designation in China and has a Master of Corporate Economics and Business Administration from ZhongNan University, Wuhan, China.

**J. Mark Lievonen, C.M., FCPA, FCA, LLD**

Mr. Lievonen has over 30 years' experience in the biopharmaceutical industry. From 1999 to 2016, Mr. Lievonen was the President of Sanofi Pasteur Limited, the Canadian vaccine division of Sanofi, a global pharmaceutical company. He is a Director of Oncolytics Biotech Inc., Acerus Pharmaceuticals Corporation, Biome Grow Inc. and the Gairdner Foundation. Mr. Lievonen has served on a number of industry and not-for-profit boards including as the Chair of R&D (now Innovative Medicines Canada), BIOTECanada, the Markham Stouffville Hospital Foundation, and the Ontario Genomics Institute, Vice-Chair of the Ontario Institute for Cancer Research, as a Director of the Public Policy Forum and as a Governor of York University. Mr. Lievonen was appointed to the Order of Canada in 2015, named a Chevalier de l'Ordre National de Mérite by the government of France in 2007, and was inducted into the Canadian Healthcare Marketing Hall of Fame in 2013. Mr. Lievonen holds a BBA and an MBA from the Schulich School of Business and a Honorary Doctor of Laws from York University. He was elected as a Fellow of the Institute of Chartered Accountants of Ontario in 2007.

**W. John Meekison, CPA, CMA, P Log, CIM**

Mr. Meekison is a career Chief Financial Officer and investment banker. He has spent the last fifteen years serving in a variety of executive management and CFO roles with both private and public companies, most currently as the CFO of Exro Technologies Inc. and Sojourn Exploration Inc., both publicly traded companies. Prior to that, Mr. Meekison spent fifteen years in corporate finance with a focus on raising equity capital for North American technology companies, including nine years at Haywood Securities Inc. Mr. Meekison also serves on the board of directors of several public and private companies. Mr. Meekison received his Bachelor of Arts from the University of British Columbia and is a Chartered Professional Accountant, Professional Logistician and Certified Investment Manager.

**Norma Beauchamp, ICD.D**

Norma Beauchamp is a director of Aurora Cannabis Inc. and is serving as Chair of the Nominating and Corporate Governance Committee. She is also a director of Acerus Pharmaceuticals Corporation, Chair of their Corporate

Governance and Nominating committee and a member of their Audit committee. Formerly, Ms. Beauchamp was a director, Chair of the Corporate Governance and Compensation committees and a member of the Audit Committee of MedReleaf, and Chief Executive Officer of Cystic Fibrosis Canada. Ms. Beauchamp brings over three decades of experience in the corporate and non-profit sectors to her role having held senior leadership positions in Canada and Germany, including executive positions at Bayer and Sanofi. Ms. Beauchamp has served on the Boards of St. Joseph's Health Centre Foundation, Providence Healthcare Foundation and the Breast Cancer Society of Canada. Throughout her career, she has been a patient advocate, working with patient and healthcare organizations to enhance access to care. Ms. Beauchamp has completed the University of Toronto's Rotman School of Management Directors Education Program (ICD.D) and holds a Bachelor of Business Administration in Marketing from Bishop's University. Ms. Beauchamp is, or was within the past five years, a director and/or officer of the following public companies: Acerus Pharmaceuticals Corporation (TSX) – Director - June 2015 to Present; MedReleaf Corp. (TSX), Director - June 2017 - July 2018 and Aurora Cannabis Inc. (TSX and NYSE) - Director - July 2018-present .

**The persons designated in the enclosed Form of Proxy, unless instructed otherwise, intend to vote FOR the election of the nominees set forth above.** Management does not contemplate that any of the nominees will be unable to serve as a Director. However, if that should occur for any reason prior to the Meeting, the persons designated in the enclosed Form of Proxy reserve the right to vote for other nominees in their discretion.

None of the nominees is as at the date of the Information Circular, or has been within the 10 years before the date of this Information Circular, a director, chief executive officer or chief financial officer of any company, including any personal holding company of such director, chief executive officer or chief financial officer, that was subject to an order that was issued while that person was acting in that capacity, or was subject to an order, that was issued after the director or executive officer ceased to be a director, chief executive officer or chief financial officer and which resulted from an event that occurred while that person was acting in such capacity.

None of the nominees is as at the date of this circular, or has been within the 10 years before the date of this Information Circular, a director or executive officer of any company, including any personal holding company of such director or executive officer, that while that person was acting in that capacity or within a year of that person ceasing to act in that capacity became bankrupt, made a proposal under any legislation relating to bankruptcy or insolvency or was subject to or instituted any proceedings, arrangement or compromise with creditors or had a receiver, receiver manager or trustee appointed to hold the assets of such company.

No nominee has within the 10 years before the date of this Information Circular, become bankrupt, made a proposal under any legislation relating to bankruptcy or insolvency, or become subject to or instituted any proceedings, arrangement or compromise with creditors, or had a receiver, receiver manager or trustee appointed to hold the assets of such individual.

No nominee has been the subject of any penalties or sanctions imposed by a court relating to Canadian securities legislation or by a Canadian securities regulatory authority or has entered into a settlement agreement with a securities regulatory authority, or has been subject to any other penalties or sanctions imposed by a court or regulatory body that would be likely to be considered important to a reasonable investor in making an investment decision.

#### ***CONFIRMATION OF ADVANCE NOTICE BY-LAW AMENDMENT***

##### **Background**

As announced by the Corporation on December 19, 2018, on the same day the board of directors of the Corporation adopted an amendment to the general by-law of the Corporation to require advance notice to the Corporation in circumstances where nominations of persons for election to the board of directors are made by shareholders of the Corporation other than pursuant to: (a) a requisition of a meeting made pursuant to the provisions of the Business Corporations Act (Alberta) (“ABCA”), or (b) a shareholder proposal made pursuant to the provisions of the ABCA (the “**Advance Notice By-law Amendment**”). The Advance Notice By-law Amendment was effective immediately upon adoption and, to remain in effect following termination of the meeting, must be confirmed by a resolution passed by a simple majority of the votes cast by shareholders at the meeting. The full text of the Advance Notice By-Law Amendment is set forth in Appendix B of this Management Information Circular.

### **Purpose of the Advance Notice By-Law Amendment**

The directors of the Corporation are committed to: (i) facilitating an orderly and efficient annual meeting or, where the need arises, special meeting, process; (ii) ensuring that all shareholders receive adequate notice of the director nominations and sufficient information with respect to all nominees; and (iii) allowing shareholders to register an informed vote having been afforded reasonable time for appropriate deliberation.

The purpose of the Advance Notice By-law Amendment is to provide shareholders, directors and management of the Corporation with a clear framework for nominating directors. The Advance Notice By-law Amendment fixes a deadline by which holders of record of common shares of the Corporation must submit director nominations to the Corporation prior to any annual or special meeting of shareholders and sets forth the information that a shareholder must include in the notice to the Corporation for the notice to be in proper written form in order for any director nominee to be eligible for election at any annual or special meeting of shareholders.

### **Terms of the Advance Notice By-law**

The following information is intended as a brief description of the Advance Notice By-law Amendment and is qualified in its entirety by the full text of the Advance Notice By-law Amendment, a copy of which is attached as Appendix B to this Management Information Circular. The terms of the Advance Notice By-law Amendment are summarized below:

The Advance Notice By-law Amendment provides that advance notice to the Corporation must be made in circumstances where nominations of persons for election to the board of directors are made by shareholders of the Corporation other than pursuant to: (i) a "proposal" made in accordance with the ABCA; or (ii) a requisition of the shareholders made in accordance with the ABCA.

Among other things, the Advance Notice By-law Amendment fixes a deadline by which holders of record of common shares of the Corporation must submit director nominations to the secretary of the Corporation prior to any annual or special meeting of shareholders and sets forth the specific information that a shareholder must include in the written notice to the secretary of the Corporation for an effective nomination to occur. No person will be eligible for election as a director of the Corporation unless nominated in accordance with the provisions of the Advance Notice By-law Amendment.

In the case of an annual meeting of shareholders, notice to the Corporation must be made not less than 30 nor more than 65 days prior to the date of the annual meeting; provided, however, that in the event that the annual meeting is to be held on a date that is less than 50 days after the date on which the first public announcement of the date of the annual meeting was made, notice may be made not later than the close of business on the 10<sup>th</sup> day following such public announcement.

In the case of a special meeting of shareholders (which is not also an annual meeting), notice to the Corporation must be made not later than the close of business on the 15<sup>th</sup> day following the day on which the first public announcement of the date of the special meeting was made.

### **Confirmation of Advance Notice By-law Amendment by Shareholders**

If the Advance Notice By-law Amendment is approved at the Meeting, it will continue to be effective and in full force and effect in accordance with its terms and conditions beyond the termination of the Meeting. The board of directors of the Corporation intends to review the by-law amendment from time to time and update it to the extent needed to reflect changes required by securities regulatory agencies or stock exchanges, or so as to meet industry standards.

If the Advance Notice By-law Amendment is not approved at the Meeting, the Advance Notice By-law Amendment will terminate and be of no further force or effect from and after the termination of the Meeting.

At the Meeting, shareholders will be asked to approve the following by ordinary resolution (the “**Advance Notice By-law Resolution**”):

“**BE IT RESOLVED**, as an ordinary resolution of the shareholders of the Corporation, that:

1. The amendment to general By-law No. 1 of the Corporation, as approved by the directors of the Corporation on December 19, 2018, is hereby confirmed without amendment; and
2. Any one director or officer of the Corporation be and is hereby authorized and directed to do all such acts and things and to execute and deliver, under the corporate seal of the Corporation or otherwise, all such deeds, documents, instruments and assurances as in his or her opinion may be necessary or desirable to give effect to the foregoing resolution.”

**The Corporation’s board of directors recommends that shareholders vote “FOR” the approval of the Advance Notice By-law Resolution. In the absence of a contrary instruction, the persons designated by management of the Corporation in the enclosed form of proxy intend to vote FOR the approval of the Advance Notice By-law Resolution.**

#### ***APPROVAL AND RATIFICATION OF SHAREHOLDER RIGHTS PLAN***

The board of directors of the Corporation adopted a Shareholder Rights Plan (the “**Rights Plan**”) on November 27, 2018. Pursuant to the policies of the Exchange, the Rights Plan is subject to acceptance by the Exchange and must be approved and ratified by shareholders of the Corporation within six (6) months of its adoption. If not ratified by shareholders, the Rights Plan and the associated rights therein will terminate and cease to be effective.

#### **Objectives of the Rights Plan**

The Rights Plan was designed to ensure, to the extent possible, the fair treatment of all shareholders of the Corporation in the event of an unsolicited take-over bid. The Rights Plan encourages a potential acquirer to proceed either by way of a Permitted Bid (described below) which requires the take-over bid satisfy certain minimum standards designed to promote fairness, or with the concurrence of the board. If the take-over bid is not a Permitted Bid and not waived by the board, the holders of Common Shares, other than the acquirer, will be able to purchase additional Common Shares at a 50% discount to the market price of the Common Shares at the time, thereby exposing the acquirer to substantial dilution of its holdings.

The board is not aware of any pending or threatened take-over bid for the Corporation. However, the board determined that it would be prudent to adopt the Rights Plan given the Corporation's promising biopharmaceutical products under development and holdings in other biopharmaceutical companies, which it does not believe are adequately reflected in trading price for the Corporation's shares.

The board also considered the existing legislative framework governing take-over bids in Canada and noted that although existing securities legislation has substantially addressed many concerns of unequal treatment, the possibility remains that control of the Corporation may be acquired pursuant to a private agreement in which a small group of shareholders disposes of shares at a premium to the market price (which premium is not shared with the other shareholders). In addition, a person may slowly accumulate shares through stock exchange acquisitions which may result, over time, in an acquisition of control without payment of fair value for control or a fair sharing of a control premium among all shareholders. The Rights Plan addresses these concerns as it applies to all acquisitions of greater than 20% of the Common Shares.

The intention of the Rights Plan is not to secure the continuance in office of existing directors or management, nor to avoid a bid for control of the Corporation. Shareholders may tender to a bid which meets the Permitted Bid criteria without triggering the Rights Plan, regardless of the acceptability of the bid to the board. Further, even in the context of a bid that does not meet the Permitted Bid criteria, the board will continue to be bound to consider fully and fairly any bid in exercising its discretion to waive application of the Rights Plan or redeem the Rights. In

discharging that responsibility, the board must act honestly and in good faith with a view to the best interests of the Corporation and its shareholders.

The Rights Plan does not preclude any shareholder from utilizing the proxy mechanism available in the ABCA and securities legislation to promote a change in the management or direction of the Corporation and has no effect on the rights of shareholders to requisition a meeting of shareholders in accordance with applicable legislation or to enter into agreements with respect to voting their Common Shares.

Nor will the Rights Plan interfere with the day-to-day operations of the Corporation. The initial issuance of the Rights does not in any way alter the financial condition of the Corporation, impede its business plans or alter its financial statements. The Rights Plan is not initially dilutive and is not expected to have any effect on the trading of the Common Shares. However, if a Flip-in Event (defined below) occurs and the rights separate from the Common Shares, as described in the summary below, reported earnings per share and reported cash flow per share on a fully-diluted or non-diluted basis, if any, may be affected. In addition, holders of Rights not exercising their Rights after a Flip-in Event may suffer substantial dilution.

### **Terms of the Rights Plan**

The Shareholder Rights Plan Agreement between the Corporation and Computershare Trust Company of Canada (as Rights Agent) dated as of November 27, 2018 has been filed and may be viewed under the Corporation's profile on [www.sedar.com](http://www.sedar.com). The following is a summary of the terms of the Rights Plan. Definitions for certain of the defined terms contained in the Rights Plan are either summarized or set forth below. Reference should be made to the Rights Plan for the complete definitions or for defined terms for which definitions are not set forth herein.

#### ***Issuance of Rights***

One right (a "**Right**") has been issued in respect of each Common Share outstanding and one Right will be issued in respect of each Common Share issued thereafter, prior to the earlier of the Separation Time (defined below) and the Expiration Time (defined below). Each Right attaches to each outstanding Common Share. A Right only becomes exercisable upon the occurrence of a Flip-In Event, which is a transaction by which a person becomes an Acquiring Person and which otherwise does not meet the requirements of a Permitted Bid. If a Flip-In Event occurs, each Right will entitle all holders of Rights other than the Acquiring Person, to purchase from the Corporation for, subject to adjustment, an exercise price equal to five times the current market price for the Common Shares at the Separation Time (the "**Exercise Price**") that number of Common Shares having an aggregate Market Price equal to twice the Exercise Price. The exercise of Rights will cause substantial dilution to the Acquiring Person attempting to acquire control of the Corporation other than by way of a Permitted Bid.

#### ***Trading of Rights***

Until the Separation Time, the Rights will be evidenced by the certificates representing the Common Shares and are transferable only together with the associated Common Shares. From and after the Separation Time, separate certificates evidencing the Rights, together with a disclosure statement prepared by the Corporation describing the Rights, will be mailed to shareholders (other than an Acquiring Person) as of the Separation Time. The Rights will trade separately from the Common Shares after the Separation Time.

#### ***Separation Time***

The Separation Time is the close of business on the 10<sup>th</sup> business day after the earlier of (i) the "Stock Acquisition Date", which is generally the date of the first public announcement or disclosure of facts indicating that a Person has become an Acquiring Person; (ii) the date of the commencement of, or first public announcement of the intent of any Person (other than the Corporation or any subsidiary of the Corporation) to commence a Take-over Bid (other than a Permitted Bid or a Competing Permitted Bid (defined below)); and (iii) the date on which a Permitted Bid or a Competing Permitted Bid ceases to qualify as such; or (iv) such later time as may be determined by the board.

### ***Acquiring Person***

An Acquiring Person is a Person who is the Beneficial Owner of 20% or more of the outstanding Common Shares and any other securities of the Corporation to which is attached a right to vote for the election of directors (collectively, the “Voting Shares”), other than: the Corporation and its subsidiaries; any Person who becomes the Beneficial Owner of 20% or more of the outstanding Voting Shares as a result of one or any combination of a Voting Share Reduction, a Permitted Bid Acquisition, an Exempt Acquisition and a Pro Rata Acquisition or a Convertible Security Acquisition (however, such a Person will be an Acquiring Person if it thereafter increases its ownership of the outstanding Voting Shares other than by a Voting Share Reduction, a Permitted Bid Acquisition, an Exempt Acquisition and a Pro Rata Acquisition or a Convertible Security Acquisition); or an underwriting or member of a banking or selling group acting in such a capacity in connection with a distribution of securities of the Corporation. The foregoing terms are defined in the Rights Plan as follows:

- (a) a “**Pro Rata Acquisition**” includes the acquisition of Voting Shares pursuant to a stock dividend, stock split, dividend reinvestment plan or other similar event or plan available to all holders of Voting Shares and the acquisition or exercise of share purchase rights (other than the Rights) issued by the Corporation to all holders of Voting Shares provided such rights are acquired directly from the Corporation;
- (b) a “**Voting Share Reduction**” means an acquisition or redemption by the Corporation of Voting Shares which has the effect of increasing the percentage of Voting Shares Beneficially Owned by any Person to 20% or more of the outstanding Voting Shares;
- (c) an “**Exempt Acquisition**” means an acquisition of Voting Shares: in respect of which the board has waived the application of the Rights Plan; a distribution by the Corporation of Voting Shares or convertible securities pursuant to a prospectus or similar document (provided the percentage of the outstanding Voting Shares of a purchaser is not greater than that owned by the purchaser immediately prior to such distribution) or by way of private placement (provided that all necessary stock exchange approvals have been obtained and complied with; or pursuant to an amalgamation, merger or other statutory procedure requiring shareholder approval;
- (d) a “**Permitted Bid Acquisition**” means an acquisition of Voting Shares made pursuant to a Permitted Bid or a Competing Permitted Bid; and
- (e) a “**Convertible Security Acquisition**” means the acquisition of Voting Shares on the exercise, conversion or exchange of convertible securities acquired pursuant to a Permitted Bid Acquisition, Exempt Acquisition or Pro Rata Acquisition.

### ***Beneficial Ownership***

Pursuant to the Rights Plan, a Person is deemed to “Beneficially Own” any securities which such Person and his Affiliates (generally, a Person that controls, is controlled by, or is under common control with a body corporate) or Associates (generally, spouses, individuals in conjugal relationships, children and other relatives that share the same residence) are the owner at law or equity or over which they have a right to acquire if such right is exercisable immediately or after the passage of time, whether or not upon the occurrence of a contingency (other than customary agreements with and between underwriters and/or banking group and/or selling group members with respect to a distribution of securities, and other than pledges of securities in the ordinary course of business). A Person is also deemed to Beneficially Own any securities that are Beneficially Owned (as described above) by any other Person with which the Person is acting jointly or in concert.

The definition of “Beneficial Ownership” contains several exclusions, which include: securities deposited or tendered pursuant to a Lock-Up Agreement or Take-over Bid made by such Person, an Associate or Affiliate of such Person or a Person acting jointly or in concert with such Person until such deposited securities have been taken up or paid for; securities held by a Fund Manager, Trust Company as trustee or administrator for an Estate Account or Other Account, a Plan Administrator of registered pension funds, a Statutory Body established for purposes that include the management of investment funds for employee benefit plans, pension plans and insurance plans of public bodies, a Crown Agent, and a pension fund or plan. The foregoing exclusions apply only if such entity is not

then making or has not then announced an intention to make a Take-over Bid and is not then acting jointly or in concert with any Person that is making or announced a current intention to make, a Take-over Bid, other than an Offer to Acquire Voting Shares or other securities pursuant to a distribution by the Corporation, by means of a Permitted Bid or a Competing Permitted Bid, or by means of market transactions made in the ordinary course of business of such person (including pre-arranged trades entered into in the ordinary course of business of such person) executed through the facilities of a stock exchange or organized over-the-counter market.

### ***Flip-In Event***

A Flip-In Event occurs when any Person becomes an Acquiring Person. In the event that, prior to the Expiration Time, a Flip-in Event which has not been waived occurs, each Right (except Rights Beneficially Owned or which may thereafter be Beneficially Owned by an Acquiring Person or a transferee of such a Person, which Rights will become null and void) shall constitute the right to purchase from the Corporation, upon exercise of the Rights that number of Common Shares having an aggregate Market Price on the date of the Flip-in Event equal to twice the Exercise Price for an amount in cash equal to the Exercise Price (subject to anti-dilution adjustments).

### ***Permitted Bid and Competing Permitted Bid***

If a Take-over Bid is structured as a Permitted Bid, a Flip-in Event will not occur and the Rights will not become exercisable. A Permitted Bid is a Take-over Bid made by way of a take-over bid circular and which complies with the following additional provisions:

- (a) the Take-over Bid is made to all holders of Voting Shares other than the Offeror;
- (b) the Take-over Bid contains, and the take-up and payment for the securities tendered or deposited thereunder is subject to, an irrevocable and unqualified condition that no Voting Shares and/or Convertible Securities will be taken-up or paid for pursuant to the Take-over Bid prior to the close of business on the date which is not to be less than 105 days after the date of the Take-over Bid and only if at such date more than 50% of the Voting Shares held by Independent Shareholders have been deposited or tendered pursuant to the Take-over Bid and not withdrawn;
- (c) the Take-over Bid contains an irrevocable and unqualified provision that, unless the Take-over Bid is withdrawn, Voting Shares and/or Convertible Securities may be deposited pursuant to such Take-over Bid at any time during the period referred to in (b) above and that any Voting Shares and/or Convertible Securities deposited pursuant to the Take-over Bid may be withdrawn at any time until they have been taken-up and paid for; and
- (d) the Take-over Bid contains an irrevocable and unqualified provision that, if on the date on which Voting Shares may be taken up and paid for more than 50% of the Voting Shares held by Independent Shareholders have been deposited or tendered pursuant to the Take-over Bid and not withdrawn, the Offeror will make a public announcement of that fact and the Take-over Bid will remain open for deposits and tenders of Voting Shares for not less than 10 business days from the date of such public announcement.

If a Permitted Bid ceases to be a Permitted Bid because it ceases to meet any or all of the criteria at any time, any acquisition of Voting Shares made pursuant to such Permitted Bid, including any acquisition of Voting Shares made prior to such time, ceases to be an acquisition of Voting Shares made pursuant to a Permitted Bid (or a Competing Permitted Bid, as described below).

A Competing Permitted Bid is a Take-over Bid that is made after a Permitted Bid or another Competing Permitted Bid (a "**Prior Bid**") and prior to the expiry of the Prior Bid, satisfies all the requirements of a Permitted Bid as described above, except that it is not required to remain open for 105 days so long as it is open for the minimum deposit period provided under National Instrument 62-104 and no Voting Shares and/or Convertible Securities will be taken up or paid then unless, at the close of business on the date Voting Shares and/or Convertible Securities are first taken up or paid for, more than 50% of the then outstanding Voting Shares held by Independent Shareholders have been deposited or tendered pursuant to such Take-over Bid and not

withdrawn, satisfaction of this minimum tender condition has been publicly announced and the Take-over Bid will remain open for deposits and tenders of Voting Shares and/or Convertible Securities for a period of at least 10 Business Days after the date of the announcement.

### ***Redemption and Waiver***

The circumstances in which a redemption or waiver may occur are summarized below.

- (a) **Redemption of Rights on Approval of Holders of Voting Shares and Rights.** Until the occurrence of a Flip-in Event for which the application of the Rights Plan has not been waived, the board with the prior consent of the holders of Voting Shares or Rights, may elect to redeem all but not less than all of the then outstanding Rights at a redemption price of \$.00001 per Right (subject to adjustment).
- (b) **Waiver with Consent of Holders of Voting Shares for Exempt Take-over Bid.** Until the occurrence of a Flip-in Event for which the application of the Rights Plan has not been waived, the board with the prior consent of the holders of Voting Shares may waive the Rights Plan in respect of a Flip-in Event that would occur by reason of an acquisition of Voting Shares otherwise than pursuant to a Take-over Bid made by means of a take-over bid circular to all holders of Voting Shares and otherwise than in the circumstances set forth in (d) below. If the board proposes such waiver, it will extend the Separation Time to a date subsequent to and not more than 10 business days following the meeting of shareholders called to approve the waiver.
- (c) **Discretionary Waiver with Mandatory Waiver of Concurrent Bids.** The board may, until to the occurrence of a Flip-in Event for which the application of the Rights Plan has not been waived, upon prior written notice to the Rights Agent, waive the application of the Rights Plan to a Flip-in Event provided that it occurs by reason of a Take-over Bid made by take-over bid circular to all holders of Voting Shares. If the board waives the application of the Rights Plan, the board shall be deemed to have waived the application of the Rights Plan in respect of any other Flip-in Event occurring by reason of any Take-over Bid made by take-over bid circular to all holders of Voting Shares which is made prior to the expiry of a Take-over Bid for which a waiver is, or is deemed to have been, granted.
- (d) **Waiver of Inadvertent Acquisition.** The board may waive the application of the Rights Plan in respect of the occurrence of any Flip-in Event if the following conditions are satisfied: (i) the board has determined that the Person became an Acquiring Person by inadvertence and without any intention to become, or knowledge that it would become, an Acquiring Person; and (ii) the Person has reduced its Beneficial Ownership of Voting Shares such that at the time of the granting of the waiver, such Person is not longer an Acquiring Person.
- (e) **Permitted Bid Acquisition.** The board will be deemed to have elected to redeem the Rights on the date that a Person who has made a Permitted Bid, a Competing Permitted Bid or a Take-over Bid in respect of which the Board has waived, or is deemed to have waived the Rights Plan, takes up and pays for Voting Shares pursuant to the terms and conditions of such Permitted Bid, a Competing Permitted Bid or a Take-over Bid.
- (f) **Redemption of Rights on Withdrawal or Termination of Bid.** Where a Take-over Bid that is not a Permitted Bid is withdrawn or otherwise terminated after the Separation Time and prior to the occurrence of a Flip-in Event, the board may elect to redeem all the then outstanding Rights without the consent of the holders of Voting Shares or Rights at the Redemption Price and may reissue Rights under the Rights Plan to holders of record of Common Shares immediately following such redemption, and thereafter the Rights Plan will continue in full force and effect.

### ***Anti Dilution Adjustments***

The Exercise Price of a Right, the number and kind of securities subject to purchase upon exercise of a Right, and the number of Rights outstanding, will be adjusted in certain events, including:

- (a) if the Corporation declares or pays a stock dividend or grants an exchangeable, convertible or other right to acquire Common Shares (other than pursuant to any dividend reinvestment plan and other than a dividend paid in Common Shares or other securities exchangeable, convertible into or giving a right to acquire Common Shares) in lieu of a dividend paid in the ordinary course;
- (b) a subdivision or split of the outstanding Common Shares;
- (c) a combination or consolidation of the outstanding Common Shares;
- (d) an issuance of Common Shares (or other securities exchangeable, convertible into or giving a right to acquire Common Shares);
- (e) if the Corporation fixes a record date for the distribution to all holders of Common Shares of certain rights, options or warrants to acquire Common Shares or Convertible Securities at a price less than 95% of the Market Price on the second Trading Day immediately preceding such record date (the granting of a right to purchase Common Shares pursuant to a dividend reinvestment plan or any employee benefit, stock option or similar plans will be deemed not to constitute an issue of rights, options or warrants, provided that the exercise price is not less than 90% of the then current market price of the Common Shares; and
- (f) if the Corporation fixes a record date for a distribution to all or substantially all holders of Common Shares (including in connection with a merger in which the Corporation is the continuing corporation) of: (i) evidences of indebtedness or assets, including cash (other than a dividend paid in the ordinary course or a dividend paid in Common Shares, but including any dividend payable in securities other than Common Shares); (ii) rights, options or warrants entitling them to subscribe for Common Shares or Convertible Securities at a price less than 95% of the Market Price on the second Trading Day immediately preceding such record date; or (iii) or other securities of the Corporation.

No adjustment of the Exercise Price will be required unless such adjustment would require an increase or decrease of at least 1% in the Exercise Price, provided that any adjustments not required to be made will be carried forward and taken into account in any subsequent adjustment.

### ***Supplements and Amendments***

Amendments may be made to the Rights Plan from time to time to correct any clerical or typographical error or which are required to maintain the validity of the Rights Plan as a result of any change in applicable legislation, including policies of the stock exchange on which the Common Shares are traded. The board may make any changes to the Rights Plan without shareholder approval that it in good faith may deem necessary or desirable to make the Rights Plan effective, provided such action would not materially adversely affect the interest of Rights holders generally. Any amendments made to maintain the validity of the Rights Plan must be submitted to the holders of Voting Shares (if before the Separation Time) or the holders of Rights (if after the Separation Time), for confirmation or rejection. Such amendments are effective from the date the board adopt the amendment until it is confirmed or rejected or ceases to be effective. The Corporation may also, with the prior consent of the holders of Voting Shares at any time prior to the Separation Time, supplement or amend any provisions of the Rights Plan or the Rights.

### ***Termination***

If approved and ratified by shareholders at the Meeting, the Rights Plan will expire, subject to certain conditions, 3 years after the meeting, and every 3 year anniversary thereafter and so on, unless the continuation of the Rights Plan for each 3 year period is approved by the Independent Shareholders.

### **Form of Resolution**

At the Meeting, shareholders will be asked to consider and, if thought appropriate, to approve and ratify the adoption of the Rights Plan by passing an ordinary resolution in the form set out below:

**“BE IT RESOLVED AS AN ORDINARY RESOLUTION THAT** the Shareholder Rights Plan between the Corporation and Computershare Trust Company of Canada (as Rights Agent) dated as of November 27, 2018 be and is hereby approved and ratified.”

Approval of the foregoing ordinary resolution requires the affirmative vote of a majority of the votes cast in respect thereof by the Independent Shareholders represented at the Meeting. The persons designated in the enclosed Form of Proxy, unless instructed otherwise, intend to vote FOR the foregoing resolution.

### **OTHER BUSINESS**

Management is not aware of any other business to come before the Meeting other than the matters referred to in the Notice of Meeting. However, if any other matter properly comes before the Meeting, the accompanying Form of Proxy confers discretionary authority to vote with respect to amendments or variations to matters identified in the Notice of Meeting and with respect to other matters that properly may come before the Meeting.

### **APPROVAL BY THE BOARD OF DIRECTORS**

The contents of this Information Circular have been approved by the Board of Directors of the Corporation.

### **BY ORDER OF THE BOARD OF DIRECTORS**

Dr. Ragupathy Madiyalakan  
Chief Executive Officer

## APPENDIX A

### QUEST PHARMATECH INC. AUDIT COMMITTEE CHARTER

#### 1. The Audit Committee's Charter

##### (i) General

The Board of Directors of the Corporation (the "**Board**") has established an Audit Committee (the "**Committee**") to take steps on its behalf as are necessary to assist the Board in fulfilling its oversight responsibilities regarding:

- (a) the integrity of the Corporation's financial statements;
- (b) the internal control systems of the Corporation;
- (c) the external audit process;
- (d) the internal audit and assurance process;
- (e) risk management;
- (f) investment opportunities and the raising of funds by the Corporation;
- (g) the Corporation's compliance with legal and regulatory requirements, and
- (h) any additional duties set out in this Charter or otherwise delegated to the Committee by the Board.

##### (ii) Members

The Board will in each year appoint a minimum of three (3) directors as members of the Committee. All members of the Committee shall be non-management directors. In addition, the Committee will have an appropriate representation of independent directors, as required by law, and all rules and regulations orders as issued by applicable securities regulatory authorities.

All members of the Committee shall be financially literate. While the Board shall determine the definition of and criteria for financial literacy, this shall, at a minimum, include the ability to read and understand a set of financial statements that present a breadth and level of complexity of accounting issues that are generally comparable to the breadth and complexity of the issues that can reasonably be expected to be raised by the Corporation's financial statements.

The Chief Executive Officer ("**CEO**") of the Corporation and, to the extent the Chair of the Board is not otherwise a member of the Committee, the Chair, and all other directors who are not members of the Committee may be invited to attend all meetings of the Committee in an ex- officio capacity and shall not vote. The CEO shall not attend in-camera sessions.

##### (iii) Duties

The Committee shall have the following duties:

##### (a) **Financial Reporting and Disclosure**

1. Audited Annual Financial Statements: Review the audited annual financial statements, all related MD&A, and earnings press releases for submission to the Board for approval.
2. Quarterly Review: Review the quarterly financial statements, the related management discussion and analysis ("MD&A"), and earnings press releases for submission to the Board for approval.
3. Significant Accounting Principles and Disclosure Issues: Review with management and the external auditor, significant accounting principles and disclosure issues, including complex or unusual transactions, highly judgmental areas such as reserves or estimates, significant changes to accounting principles, and alternative treatments under International Financial Reporting Standards ("IFRS") for material transactions.

This shall be undertaken with a view to understanding their impact on the financial statements, and to gaining reasonable assurance that the statements are accurate, complete, do not contain any misrepresentations, and present fairly the Corporation's financial position and the results of its operations in accordance with IFRS.

4. Compliance: Confirm through discussions with management that IFRS and all applicable laws or regulations related to financial reporting and disclosure have been complied with.
5. Legal Events: Review any actual or anticipated litigation or other events, including tax assessments, which could have a material current or future effect on the Corporation's financial statements, and the manner in which these have been disclosed in the financial statements.
6. Off-Balance-Sheet Transactions: Discuss with management the effect of any off-balance sheet transactions, arrangements, obligations and other relationships with unconsolidated entities or other persons that may have a material current or future effect on the Corporation's financial condition, changes in financial condition, results of operations, liquidity, capital expenditures, capital resources, or significant components or revenues and expenses.
7. Other Disclosures: Satisfy itself that adequate procedures are in place for the review of the Corporation's public disclosure of financial information, other than the public disclosure of the information referred to in sections 1 and 2 above and periodically assess the adequacy of those procedures.

**(b) Oversight of Internal Controls**

1. Review and Assessment: Review and assess the adequacy and effectiveness of the Corporation's system of internal control and management information systems through discussions with management, the Chief Financial Officer, ("CFO"), and the external auditor.
2. Oversight: Oversee system of internal control, by:
  - (i) monitoring and reviewing policies and procedures for internal accounting, internal audit, financial control and management information;
  - (ii) consulting with the external auditor regarding the adequacy of the Corporation's internal controls;
  - (iii) reviewing with management its philosophy with respect to internal controls and, on a regular basis, all significant control-related findings together with management's response; and
  - (iv) obtaining from management adequate assurances that all statutory payments and withholdings have been made.
3. Fraud: Oversee investigations of alleged fraud and illegality relating to the Corporation's finances.
4. Complaints: Review with management that appropriate procedures exist for the receipt, retention and treatment of complaints received by the Corporation regarding accounting, internal accounting controls or auditing matters, the confidential, anonymous submission by employees of concerns regarding questionable accounting or auditing matters, and for the protection from retaliation of those who report such complaints in good faith.

**(c) External Audit**

1. Appointment or Replacement: Recommend the appointment or replacement of the external auditor to the Board, who will consider the recommendation prior to submitting the nomination to the shareholders for their approval.
2. Compensation: Review with management, and make recommendations to the Board, regarding the compensation of the external auditor. In making a recommendation with respect to compensation, the Committee shall consider the number and nature of reports issued by the external auditor, the quality of internal controls, the size, complexity and financial condition of the Corporation, and the extent of internal audit and other support provided by the Corporation to the external auditor.

3. Reporting Relationships: The external auditor will report directly to the Committee.
4. Performance: Review with management, on a regular basis, the terms of the external auditor's engagement, accountability, experience, qualifications and performance. Evaluate the performance of the external auditor.
5. Transition: Review management's plans for an orderly transition to a new external auditor, if required.
6. Audit Plan: Review the audit plan and scope of the external audit with the external auditor and management and consider whether the nature and scope of the planned audit procedures can be relied upon to detect weaknesses in internal controls, frauds or other illegal acts.
7. Audit Plan Changes: Discuss with the external auditor any significant changes required in the approach or scope of their audit plan, management's handling of any proposed adjustments identified by the external auditor, and any actions or inactions by management that limited or restricted the scope of their work.
8. Review of Results: Review, in the absence of management, the results of the annual external audit, the audit report thereon and the auditor's review of the related MD&A, and discuss with the external auditor the quality (not just the acceptability) of accounting principles used, any alternative treatments of financial information that have been discussed with management, the ramifications of their use and the auditor's preferred treatment, and any other material communications with management.
9. Disagreements with Management: Resolve any disagreements between management and the external auditor regarding financial reporting.
10. Material Written Communications: Review all other material written communications between the external auditor and management, including the post-audit management letter containing the recommendations of the external auditor, management's response and, subsequently, follow up identified weaknesses.
11. Interim Financial Statements: Review all interim financial statements and the related MD&A and discuss with management the appropriateness of the disclosures made.
12. Other audit matters: Review any other matters related to the external audit that are to be communicated to the Committee under generally accepted auditing standards.
13. Meeting with External Auditor: Meet with the external auditor in the absence of management at least annually to discuss and review specific issues as appropriate as well as any significant matters that the auditor may wish to bring to the Committee for its consideration.
14. Correspondence: Review with management and the external auditor any correspondence with regulators or governmental agencies, employee complaints or published reports that raise material issues regarding the Corporation's financial statements or accounting policies.
15. Independence: At least annually, and before the external auditor issues its report on the annual financial statements, review and confirm the independence of the external auditor through discussions with the auditor on their relationship with the Corporation, including details of all non-audit services provided. Consider the safeguards implemented by the external auditor to minimize any threats to their independence and take action to eliminate all factors that might impair, or be perceived to impair, the independence of the external auditor. Consider the number of years the lead audit partner has been assigned to the Corporation and consider whether it is appropriate to recommend to the Board a policy of rotating the lead audit partner more frequently than every five years, as is required under the rules of the Canadian Public Accountability Board.
16. Non-Audit/Audit Services: Pre-approve any non-audit services to be provided to the Corporation by the external auditor, with reference to compatibility of the service with the external auditor's independence.
17. Hiring Policies: Review and approve the hiring policies regarding partners, employees and former partners and employees of the present and former external auditor.

**(d) Risk Management**

1. Adequacy of Policies and Procedures: Review and assess the adequacy of the Corporation's risk management policies and procedures with regard to identification of the Corporation's principal risks

annually and review quarterly updates on these risks from management. Review and assess the adequacy of the implementation of appropriate systems to mitigate and manage the risks, and report regularly to the Board.

**(e) Financial Planning and Investments**

1. Business Plan: Review and recommend the Business Plan, including the annual Operating and Capital Budgets for submission to the Board for approval. Review periodic financial forecasts.
2. Investment Opportunities: Review and assess investment opportunities of a value exceeding management's authority, in accordance with procedures established by the Board from time to time.
3. Guidelines and Policies: Review and approve guidelines and policies for the investing of cash and marketable securities and review reports from management on the results of such investments against established benchmarks.
4. Additional Funds for Investment: Review and assess management's plans with respect to raising additional funds whether through debt or capital, in accordance with procedures established by the Board from time to time.

**(f) Compliance**

1. Filings with Regulatory Authorities: Review with management the Corporation's relationship with regulators, and the timeliness and accuracy of Corporation filings with regulatory authorities.
2. Employee Code of Conduct: Review the Corporation's Employee Code of Conduct and confirm that adequate and effective systems are in place to enforce compliance. Every employee is expected to have read and become familiar with the Employee Code of Conduct. The committee may from time to time require employees to affirm in writing their compliance with the code. Alternatively, confirm with management that an up-to-date version of the Employee Code of Conduct is disclosed on the Corporation's website.

**(g) Communication**

1. Communication Channels: Establish and maintain direct communication channels with management, the external auditor and the Board to discuss and review specific issues as appropriate.
2. Coordination with Management: The Committee will coordinate with management on audit and financial matters, and will:
  - (i) meet privately with management at least quarterly to discuss any areas of concern to the Committee or management; and
  - (ii) review expenses incurred by the Chair of the Board and CEO of the Corporation. Ensure that the CEO reviews all expenses incurred by management employees.

**(h) Related Party Transactions**

1. Related Party Transactions: Review with management all related party transactions and the development of policies and procedures related to those transactions.

**(i) Board Relationship and Reporting**

1. Adequacy of Charter: Review and assess the adequacy of the Committee Charter annually and submit such amendments as the Committee proposes to the Governance Committee.
2. Disclosure: Oversee appropriate disclosure of the Committee's Charter, and other information required to be disclosed by applicable legislation, in the Corporation's Annual Information Form and all other applicable disclosure documents.
3. Reporting: Report regularly to the Board on Committee activities, issues and related recommendations.

**(iv) Chair**

The Board will in each year appoint the Chair of the Committee. The Chair shall have accounting or related financial expertise. In the Chair's absence, or if the position is vacant, the Committee may select another member as Chair. The Chair will have the right to exercise all powers of the Committee between meetings but will attempt to involve all other members as appropriate prior to the exercise of any powers and will, in any event, advise all other members of any decisions made or powers exercised.

**(v) Meetings**

The Committee shall meet at the request of its Chair, but in any event, it will meet at least four times a year. Notices calling meetings shall be sent to all Committee members, to the CEO of the Corporation, to the Chair of the Board and to all other directors. The external auditor or any member of the Committee may call a meeting of the Committee.

**(vi) Quorum**

A majority of members of the Committee, present in person, by teleconferencing or by videoconferencing will constitute a quorum.

**(vii) Removal and Vacancy**

A member may resign from the Committee and may be removed and replaced at any time by the Board and will automatically cease to be a member as soon as the member ceases to be a director. The Board will fill vacancies in the Committee by appointment from among the directors of the Board in accordance with Section 2 of this Charter. Subject to quorum requirements, if a vacancy exists on the Committee, the remaining members will exercise all its powers.

**(viii) Experts and Advisors**

The Committee may retain or appoint, at the Corporation's expense, such experts and advisors as it deems necessary to carry out its duties, and to set and pay their compensation. The Committee shall provide notice to the Governance Committee of its actions in this regard.

**(ix) Secretary and Minutes**

The Chief Financial Officer of the Corporation, or such other person as may be appointed by the Chair of the Committee, will act as Secretary of the Committee. The minutes of the Committee will be in writing and duly entered into the books of the Corporation. The minutes of the Committee will be circulated to all members of the Board.

## APPENDIX B

### BY-LAW NO. 1A

**BE IT ENACTED AND IT IS HEREBY ENACTED** as a by-law of Quest PharmaTech Inc. (hereinafter called the “**Corporation**”) as follows:

#### **ADVANCE NOTICE OF NOMINATIONS OF DIRECTORS**

1. By-law No. 1 of the by-laws of the Corporation is hereby amended by adding thereto, following Section 4.02 thereof and preceding Section 4.03 thereof, the following:

“4.02A **Nomination of Directors.** – Subject only to the Act, only persons who are nominated in accordance with the following procedures shall be eligible for election as directors of the Corporation. Nominations of persons for election to the Board may be made at any annual meeting of shareholders, or at any special meeting of shareholders if one of the purposes for which the special meeting was called was the election of directors, (a) by or at the direction of the Board or an authorized officer of the Corporation, including pursuant to a notice of meeting, (b) by or at the direction or request of one or more shareholders pursuant to a proposal made in accordance with the provisions of the Act or a requisition of the shareholders made in accordance with the provisions of the Act or (c) by any person (a “Nominating Shareholder”) (i) who, at the close of business on the date of the giving of the notice provided for below in this Section 4.02A and on the record date for notice of such meeting, is entered in the securities register as a holder of one or more shares carrying the right to vote at such meeting or who beneficially owns shares that are entitled to be voted at such meeting and (ii) who complies with the notice procedures set forth below in this Section 4.02A:

- (A) In addition to any other applicable requirements, for a nomination to be made by a Nominating Shareholder, such person must have given timely notice thereof in proper written form to the secretary of the Corporation at the principal executive offices of the Corporation in accordance with this Section 4.02A.
- (B) To be timely, a Nominating Shareholder’s notice to the secretary of the Corporation must be made (a) in the case of an annual meeting of shareholders, not less than 30 nor more than 65 days prior to the date of the annual meeting of shareholders; provided, however, that in the event that the annual meeting of shareholders is called for a date that is less than 50 days after the date (the “Notice Date”) on which the first public announcement of the date of the annual meeting was made, notice by the Nominating Shareholder may be made not later than the close of business on the tenth (10<sup>th</sup>) day following the Notice Date; and (b) in the case of a special meeting (which is not also an annual meeting) of shareholders called for the purpose of electing directors (whether or not called for other purposes), not later than the close of business on the fifteenth (15<sup>th</sup>) day following the day on which the first public announcement of the date of the special meeting of shareholders was made. Notwithstanding the foregoing, the Board may, in its sole discretion, waive any requirement in this paragraph (B). In no event shall any adjournment or postponement of a Meeting of Shareholders or the announcement thereof commence a new time period for the giving of a Nominating Shareholder’s notice as described above.
- (C) To be in proper written form, a Nominating Shareholder’s notice to the secretary of the Corporation must set forth (a) as to each person whom the Nominating Shareholder proposes to nominate for election as a director (i) the name, age, business address and residence address of the person, (ii) the principal occupation or employment of the person, (iii) the class or series and number of shares in the capital of the Corporation which are controlled or which are owned beneficially or of record by the person as of the record date for the Meeting of Shareholders (if such date shall then have been made publicly available and shall have occurred) and as of the date of such notice and (iv) any other information relating to the person that would be required to be disclosed in a dissident’s proxy circular in connection with solicitations of proxies for election of directors pursuant to the Act and Applicable Securities Laws; and (b) as to the Nominating Shareholder giving the notice, any information relating to such Nominating Shareholder that would be required to be made in a dissident’s proxy circular in connection with solicitations of proxies for

election of directors pursuant to the Act and Applicable Securities Laws.

- (D) No person shall be eligible for election as a director of the Corporation unless nominated in accordance with the provisions of this Section 4.02A; provided, however, that nothing in this Section 4.02A shall be deemed to preclude discussion by a shareholder (as distinct from nominating directors) at a Meeting of Shareholders of any matter in respect of which it would have been entitled to submit a proposal pursuant to the provisions of the Act. The chairman of the meeting shall have the power and duty to determine whether a nomination was made in accordance with the procedures set forth in the foregoing provisions and, if any proposed nomination is not in compliance with such foregoing provisions, to declare that such defective nomination shall be disregarded.
  - (E) For purposes of this Section 4.02A, (i) “public announcement” shall mean disclosure in a press release reported by a national news service in Canada, or in a document publicly filed by the Corporation under its profile on the System for Electronic Document Analysis and Retrieval at [www.sedar.com](http://www.sedar.com); and (ii) “Applicable Securities Laws” means the *Securities Act* (Alberta) and the equivalent legislation in the other provinces and in the territories of Canada, as amended from time to time, the rules, regulations and forms made or promulgated under any such statute and the published national instruments, multilateral instruments, policies, bulletins and notices of the securities commissions and similar regulatory authorities of each of the provinces and territories of Canada.
  - (F) Notice given to the secretary of the Corporation pursuant to this Section 4.02A may only be given by personal delivery, facsimile transmission or by email, and shall be deemed to have been given and made only at the time it is served by personal delivery, email or sent by facsimile transmission (provided that receipt of confirmation of such transmission has been received) to the secretary at the address of the principal executive offices of the Corporation; provided that if such delivery or electronic communication is made on a day which is a not a business day or later than 5:00 p.m. (Edmonton time) on a day which is a business day, then such delivery or electronic communication shall be deemed to have been made on the subsequent day that is a business day.
2. By-law No. 1, as amended from time to time, of the by-laws of the Corporation and this by-law shall be read together and shall have effect, so far as practicable, as though all the provisions thereof were contained in one by-law of the Corporation. All terms contained in this by-law which are defined in By-law No. 1, as amended from time to time, of the by-laws of the Corporation shall, for all purposes hereof, have the meanings given to such terms in the said By-law No. 1 unless expressly stated otherwise or the context otherwise requires.

