

SMARTCOOL SYSTEMS INC.

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SMARTCOOL ANNOUNCES WARRANT AMENDMENT

Vancouver, British Columbia

January 19, 2017

SmartCool Systems Inc. (TSXV: SSC) (OTCQB: SSCFF) (the "**Company**") is pleased to announce today that it has applied to the TSX Venture Exchange (the "**Exchange**") for approval to extend the expiry date of 39,175,000 warrants (the "**Warrants**") issued at an aggregate of seven closings of four private placement unit offerings on January 28, 2015, May 4, 2015, May 5, 2016, June 21, 2016, September 19, 2016 and September 29, 2016. In the same application, the Company has also asked for permission to decrease the exercise price of 20,847,000 of these Warrants (issued on January 28, 2015 and May 4, 2015) to \$0.05. In all other respects the terms of the Warrants will remain unchanged and in full force and effect. The Company's ability to amend the Warrants as requested in the application remains subject to Exchange approval and the consent of Warrant holders.

About Smartcool

Smartcool Systems Inc. (TSXV: SSC) provides cutting edge energy efficient and energy cost reduction solutions for businesses around the world. The ECO3 and ESM are Smartcool's unique retrofit technologies that reduce the energy consumption of compressors in air conditioning, refrigeration and heat pump systems by 15% to 20%, giving a return on investment in 12 to 36 months.

On behalf of Smartcool Systems Inc.

Theodore Konyi, President
604.669.1388

Neither the TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.