National Instrument 51-102
Section 5.4 MD&A Supplement

(All figures in U.S. dollars unless otherwise specified)

Authorized:

We are authorized to issue 10,000,000 shares of our common stock, par value $0.001, and 100,000,000 shares of our preferred stock, par value $0.001.

Issued:

As of July 5, 2019, there were 5,953,380 shares of our common stock issued and outstanding.

Warrants:

As of July 5, 2019, there were no common share purchase warrants outstanding.

Options:

We are permitted to issue up to 1,186,000 shares of our common stock under the 2010 stock option plan. As of July 5, 2019, there were 602,459 stock options outstanding entitling the holders thereof the right to purchase one share of our common stock for each option held as follows:

Exercise Price	**Number of Options Outstanding**	**Expiry Date**
1.41	188,500	December 14, 2023
1.42	8,000	January 22, 2024
$2.03	10,000	December 15, 2021
$2.40	20,000	July 15, 2021
$2.41	40,500	December 14, 2020
$2.46	25,000	March 14, 2022
$2.50	93,782	July 11, 2019 to July 17, 2020
$2.51	7,500	July 26, 2023
$2.89	209,177	December 14, 2022
July 5, 2019	602,459	

Deferred Share Units:

We are permitted to issue up to 700,000 shares of our common stock under our Deferred Share Unit Plan. Each deferred share unit is equivalent to one share of common stock. On the voluntary resignation, change of control or termination not for a cause, a recipient of a deferred share unit is entitled to receive, from treasury of our company, in a prescribed manner, the number of shares required to settle the value of the deferred share units (less applicable withholding taxes). As of July 5, 2019, we have issued 726,385 deferred share units under the Deferred Share Unit Plan. Of the total deferred share units issued, 68,880 units have been cancelled and 24,014 units have been converted into shares of our common stock. Total DSUs outstanding as of July 5, 2019 was 633,491 units.