

**Amended Form 45-106F6**

***British Columbia Report of Exempt Distribution***

This is the form required under section 6.1 of National Instrument 45-106 for a report of exempt distribution in British Columbia.

**Issuer/underwriter information**

**Item 1: Issuer/underwriter name and contact information**

A. State the following:

- the full name of the issuer of the security distributed. Include the former name of the issuer if its name has changed since this report was last filed;

**Zootly, LLC**

- the issuer's website address; and

[www.zootly.com](http://www.zootly.com)

- the address, telephone number and email address of the issuer's head office.

**214 West 29<sup>th</sup> Street, 17<sup>th</sup> Floor**

**New York City, NY**

**United States 10001**

**Tel: 212-947-3343**

**E-mail: [george.colwell@zootly.com](mailto:george.colwell@zootly.com)**

B. If an underwriter is completing this report, state the following: **N/A**

- the full name of the underwriter;
- the underwriter's website address; and
- the address, telephone number and email address of the underwriter's head office.

**Item 2: Reporting issuer status**

A. State whether the issuer is or is not a reporting issuer and, if reporting, each of the jurisdictions in which it is reporting.

**The issuer is not a reporting issuer in any province or territory of Canada.**

B. If the issuer is an investment fund managed by an investment fund manager registered in a jurisdiction of Canada, name the investment fund manager and state the jurisdiction(s) where it is registered. **N/A**

**Item 3: Issuer's industry**

Indicate the industry of the issuer by checking the appropriate box below.

☐ Bio-tech☐ Financial Services☐ investment companies and funds☐ mortgage investment companies☐ securitized products issuers☐ Forestry☒ Hi-tech☐ Industrial☐ Mining☐ exploration/development☐ production☐ Oil and gas☐ Real estate☐ Utilities☐ Other (describe)  

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**Item 4: Insiders and promoters of non-reporting issuers**

If the issuer is an investment fund managed by an investment fund manager registered in a jurisdiction of Canada, do not complete this table.

If the issuer is not a reporting issuer in any jurisdiction of Canada, complete the following table by providing information about each insider and promoter of the issuer. If the insider or promoter is not an individual, complete the table for directors and officers of the insider or promoter.

Information about insiders and promoters			
Full name, municipality and country of principal residence	All positions held (e.g., director, officer, promoter and/or holder of more than 10% of voting securities)	Number and type of securities of the issuer beneficially owned or, directly or indirectly controlled, on the distribution date, including any securities purchased under the distribution	Total price paid for all securities beneficially owned or, directly or indirectly controlled, on the distribution date, including any securities purchased under the distribution (Canadian \$)
There are no insiders.			

**Details of distribution****Item 5: Distribution date**

State the distribution date. If this report is being filed for securities distributed on more than one distribution date, state all distribution dates.

November 30, 2015 and December 4, 2015.

**Item 6: Number and type of securities**

For each security distributed:

- describe the type of security;

Common units representing Class A Membership Interests

- state the total number of securities distributed. If the security is convertible or exchangeable, describe the type of underlying security, the terms of exercise or conversion and any expiry date; and

A total of 1,247,862 common units were subscribed for. The common units subscribed for (the **Purchase Units**) entitle holders to Class A Membership Interests in the Issuer (the **Common Units**). The Purchased Units were acquired at a subscription price of US\$1.02 per Purchased Unit (CDN\$1.359966, or CDN\$1.36, based on the November 30, 2015 Bank of Canada noon exchange rate of 1.3333 and CDN\$1.36323, or CDN\$1.36, based on the December 4, 2015 Bank of Canada noon exchange rate of \$1.3365).

- if the issuer is an investment fund managed by an investment fund manager registered in a jurisdiction of Canada, state the exemption(s) relied on. If more than one exemption is relied on, state the amount raised using each exemption.

Not applicable.

**Item 7: Geographical information about purchasers**

Complete the following table for each Canadian and foreign jurisdiction where purchasers of the securities reside. Do not include in this table information about securities issued as payment of commissions or finder's fees disclosed under item 9 of this report. The information provided in this table must reconcile with the information provided in item 8 and Schedules I and II.

Each Canadian and foreign jurisdiction where purchasers reside	Number of purchasers	Price per security (Canadian \$) <sup>1,2</sup>	Total dollar value raised from purchasers in the jurisdiction (Canadian \$) <sup>2</sup>
Ontario	13	\$1.359966 and \$1.36323 (US\$1.02)	\$1,450,825.96 (US\$960,840)
British Columbia	1	\$1.359966 (US\$1.02)	\$66,638.33 (US\$49,980)
United States	2	\$1.359966 and \$1.36323 (US\$1.02)	\$182,774.10 (US\$137,000)
Total number of Purchasers	16		
Total dollar value of distribution in all jurisdictions (Canadian \$)			\$1,700,238.39 (US\$1,272,820.60)

**Note 1:** If securities are issued at different prices, list the highest and lowest price for which the securities were sold.

**Note 2:** US dollar values have been converted using the Bank of Canada noon exchange rates of 1.3333, as at November 30, 2015 and 1.3365, as at December 4, 2015.

**Item 8: Information about purchasers***Instructions*

A. If the issuer is an investment fund managed by an investment fund manager registered in a jurisdiction of Canada, do not complete this table.

B. Information about the purchasers of securities under the distribution is required to be disclosed in different tables in this report. Complete

- the following table for each purchaser that is not an individual, and
- the tables in Schedules I and II of this report for each purchaser who is an individual.

Do not include in the tables information about securities issued as payment of commissions or finder's fees disclosed under item 9 of this report.

C. An issuer or underwriter completing this table in connection with a distribution using the exemption in subparagraph 6.1(1)(j) [*TSX Venture Exchange offering*] of National Instrument 45-106 *Prospectus Exemptions* may choose to replace the information in the first column with the total number of purchasers, whether individuals or not, by jurisdiction. If the issuer or underwriter chooses to do so, then the issuer or underwriter is not required to complete the second column or the tables in Schedules I and II.

<b>Information about non-individual purchasers</b>					
Full name and address of purchaser and name and telephone number of a contact person	Indicate if the purchaser is an insider (I) of the issuer or a registrant (R)	Number and type of securities purchased	Total purchase price (Canadian \$) <sup>1</sup>	Exemption relied on	Date of distribution (yyyy-mm-dd)
McGilligan Barry Investments 60 Summerhill Gardens, Toronto, Ontario M4T 1B4 Tel: 416-362-4141 Contact: Genevieve Roch Decter	n/a	73,530 Units	\$99,998.30 (US\$75,000.60)	Section 2.3 of NI 45-106	2015-11-30
McGilligan Barry Investments 60 Summerhill Gardens, Toronto, Ontario M4T 1B4 Tel: 416-362-4141 Contact: Genevieve Roch Decter	n/a	49,019 Units	\$66,665 (US\$50,000)	Section 2.3 of NI 45-106	2015-11-30
Cardey Management Corp. 2733 West 35th Avenue, Vancouver, British Columbia V6N 2M1 Tel: 604-377-5890 Contact: Darryl Cardey	n/a	49,000 Units	\$66,638.33 (US\$49,980)	Section 2.3 of NI 45-106	2015-11-30
Pacific Corporate Consulting 4525 Dean Martin Drive, #2207 Las Vegas, Nevada	n/a	100,000	\$135,996.60 (US\$102,000)	Section 2.3 of NI 45-106	2015-11-30

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<sup>1</sup> US dollar values have been converted using the Bank of Canada noon exchange rates of 1.3333, as at November 30, 2015 and 1.3365, as at December 4, 2015.

<b>Information about non-individual purchasers</b>					
Full name and address of purchaser and name and telephone number of a contact person	Indicate if the purchaser is an insider (I) of the issuer or a registrant (R)	Number and type of securities purchased	Total purchase price (Canadian \$) <sup>1</sup>	Exemption relied on	Date of distribution (yyyy-mm-dd)
89103					
Janas, LLC 3 Oxford Court, Morganville, NJ USA 07751 Tel: 646-277-3770 Contact: M. Newman Tel: (212) 594-7254	n/a	34,313 Units	\$46,777.50 (US\$35,000)	Exemption Equivalent to Section 2.3 of NI 45-106  (US Accredited Investor Exemption)	2015-12-04
Kaszas Family Trust First Canadian Place, 39th Floor, Toronto, ON, M5X 1H3 Tel: (416) 359-4662	n/a	57,000	\$77,704.11 (US\$58,140)	Section 2.3 of NI 45- 106	2015-12-04
781526 Ontario Inc. First Canadian Place, 39th Floor, Toronto, ON, M5X 1H3 Tel: (416) 359-4662	n/a	45,000	\$61,345.35 (US\$45,900)	Section 2.3 of NI 45- 106	2015-12-04

## **Commissions and finder's fees**

### **Item 9: Commissions and finder's fees**

#### *Instructions*

A. Complete the following table by providing information for each person who has received or will receive compensation in connection with the distribution(s). Compensation includes commissions, discounts or other fees or payments of a similar nature. Do not include information about payments for services incidental to the distribution, such as clerical, printing, legal or accounting services.

B. If the securities being issued as compensation are or include convertible securities, such as warrants or options, add a footnote describing the terms of the convertible securities, including the term and exercise price. Do not include the exercise price of any convertible security in the total dollar value of the compensation unless the securities have been converted.

Full name and address of the person being compensated	Indicate if the person being compensated is an insider (I) of the issuer or a registrant (R)	Compensation paid or to be paid (cash and/or securities)				
		Cash (Canadian \$) <sup>2</sup>	Securities			Total dollar value of compensation (Canadian \$)
			Number and type of securities issued	Price per security (Canadian \$)	Exemption relied on and date of distribution (yyyy-mm-dd)	
BMO Nesbitt Burns 1 First Canadian Place, 38 <sup>th</sup> Floor, Toronto, ON M5X 1H3	R	\$26,885.89 <sup>3</sup> (US\$20,154.42)	39,517 broker warrants <sup>4</sup>	\$1.60 (US\$1.02)	Section 2.3 of NI 45-106  2015-11-30	\$26,885.89 (US\$20,154.42)
Bellotti Capital Partners Inc. 9 Temperance Street, 4th Floor, Toronto, ON M5H 1Y6	R	\$93,732.99 <sup>5</sup> (US\$70,262.30)	47,832 broker warrants <sup>6</sup>	\$1.60 (US\$1.02)	Section 2.3 of NI 45-106  2015-11-30	\$93,732.99 (US\$70,262.30)

<sup>2</sup> US dollar values have been converted using the Bank of Canada noon exchange rates of 1.3333, as at November 30, 2015 and 1.3365, as at December 4, 2015.

<sup>3</sup> BMO Nesbitt Burns received a cash commission of US\$20,154.42 (CAD\$26,885.89, converted herein for the purpose of this form from US\$ to CAD\$ using the Bank of Canada noon exchange rates of 1.3333, as at November 30, 2015 and 1.3365, as at December 4, 2015).

<sup>4</sup> The above noted broker warrants acquired by BMO Nesbitt Burns are exercisable into one Class A Unit for a period of 24 months following the listing of the Issuer on a recognized exchange, issuable on the closing of the last financing of the offering, at an exercise price of CDN\$1.60 (being US\$1.02 pursuant to the above noted exchange rate) per Class A Unit for a total value of CDN\$63,227.20 (CDN\$1.60 x 39,517).

<sup>5</sup> Bellotti Capital Partners Inc. received a cash commission of US\$70,262.30 (CAD\$93,732.99, converted herein for the purpose of this form from US\$ to CAD\$ using the Bank of Canada noon exchange rates of 1.3333, as at November 30, 2015 and 1.3365, as at December 4, 2015).

<sup>6</sup> The above noted broker warrants acquired by Bellotti Capital Partners Inc. are exercisable into one Class A Unit for a period of 24 months following the listing of the Issuer on a recognized exchange, issuable on the closing of the last financing of the offering, at an exercise price of CDN\$1.60 (being US\$1.02 pursuant to the above noted exchange rate) per Class A Unit for a total value of CDN\$76,531.20 (CDN\$1.60 x 47,832).

## Certificate

On behalf of the issuer, I certify that the statements made in this report are true.

Date: December 14, 2015

Zootly, LLC

Name of issuer (please print)

George Colwell, Manager 647-551-8394

Print name, title and telephone number of person signing

"George Colwell"

Signature

### *Instruction*

*The person certifying this report must complete the information in the square brackets by deleting the inapplicable word. For electronic filings, substitute a typewritten signature for a manual signature.*

### **Item 10: Contact information**

State the name, title and telephone number of the person who may be contacted with respect to any questions regarding the contents of this report, if different than the person signing the certificate.

**IT IS AN OFFENCE TO MAKE A MISREPRESENTATION IN THIS REPORT.**

### **Notice - Collection and use of personal information**

The British Columbia Securities Commission collects and uses the personal information required to be included in this report for the administration and enforcement of the *Securities Act*. If you have any questions about the collection and use of this information, contact the British Columbia Securities Commission at the following address:

### **British Columbia Securities Commission**

P.O. Box 10142, Pacific Centre

701 West Georgia Street

Vancouver, British Columbia V7Y 1L2

Telephone: (604) 899-6500 / Toll free across Canada: 1-800-373-6393

Facsimile: (604) 899-6581