

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

**Grande West Transportation Group Inc. (the "Corporation")**  
(formerly Grande West Transport Group Inc.)

**3168 262nd Street,  
Aldergrove, British Columbia, Canada V4W 2Z6  
Phone: (604) 607-4000  
Website: <http://grandewest.com/>**

B. If an underwriter is completing this report, state the following:

- 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 Corporation is a reporting issuer in Ontario, Alberta, and British Columbia.**

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.

**Item 3: Issuer's industry**

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

- |   |   |
|---|---|
| <input type="checkbox"/> Bio-tech                       | <input type="checkbox"/> Mining                             |
| <input type="checkbox"/> Financial Services             | <input type="checkbox"/> exploration/development            |
| <input type="checkbox"/> investment companies and funds | <input type="checkbox"/> production                         |
| <input type="checkbox"/> mortgage investment companies  | <input type="checkbox"/> Oil and gas                        |
| <input type="checkbox"/> Forestry                       | <input type="checkbox"/> Real estate                        |
| <input type="checkbox"/> Hi-tech                        | <input type="checkbox"/> Utilities                          |
| <input type="checkbox"/> Industrial                     | <input checked="" type="checkbox"/> <b>Other (describe)</b> |

Transportation vehicles and equipment

#### 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 \$)
N/A	N/A	N/A	N/A

#### 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.

**August 26, 2014**

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

For each security distributed:

- describe the type of security;

**2,074,000 units (the “Units”) at a price of C\$0.50 per Unit. Each Unit consists of one common share of the Company (a “Common Share”) and one-half of one non-transferable share purchase warrant (each whole warrant, a “Warrant”).**

- 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

**(i) 2,074,000 Common Shares; and**

**(ii) 1,037,000 Warrants, each Warrant entitling the holder thereof to acquire one Common Share at an exercise price of \$0.65 before August 26, 2016, subject to an accelerated expiry.**

- 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.

**N/A**

**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</sup>	Total dollar value raised from purchasers in the jurisdiction (Canadian \$)
British Columbia	12	\$0.50	\$437,000
Alberta	5	\$0.50	\$280,000
Ontario	1	\$0.50	\$300,000
Costa Rica	1	\$0.50	\$20,000
Total number of Purchasers	19		
Total dollar value of distribution in all jurisdictions (Canadian \$)			\$1,037,000

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

**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 and Registration 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 \$)	Exemption relied on	Date of distribution (yyyy-mm-dd)
<b>1225131 Alberta Ltd.</b> 1005 East Chestermere Drive, Chestermere, AB T1X 1A8 Phone: 403-235-1286	-	150,000 Units	\$ 75,000.00	Section 2.3 of NI 45-106	2014-08-26
<b>BMO Harris Investment Management Inc.</b> 1 FCP, 42nd Floor Toronto, ON M5X 1H3 Phone: 514-286-7213	R	600,000 Units	\$ 300,000.00	Section 2.3 of NI 45-106	2014-08-26
<b>Valdez Management Ltd.</b> 4379 River Road West Delta, BC V4K 1R9 Phone: 604-930-2727	-	10,000 Units	\$ 5,000.00	Section 2.3 of NI 45-106	2014-08-26

### **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 \$)	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)	
<b>Wolverton Securities Ltd.</b> 1700 - 777 Dunsmuir Street, Vancouver, BC V7Y 1J5	R	\$65,050	Option to purchase 98,600 Units <sup>1</sup>	N/A	Section 2.3 of NI 45-106  2014-08-26	\$65,050
<b>Euro Pacific Canada, Inc.</b> 480 – 111 Melville Street, Vancouver, BC V6E 3V6	R	\$48,790	Option to purchase 45,080 Units <sup>1</sup>	N/A	Section 2.3 of NI 45-106  2014-08-26	\$48,790
<b>Haywood Securities Inc.</b> 700 – 200 Burrard Street, Vancouver, BC V6C 3L6	R	\$750	Option to purchase 1,500 Units <sup>1</sup>	N/A	Section 2.3 of NI 45-106  2014-08-26	\$750

Footnote 1: **Wolverton Securities Ltd., Euro Pacific Canada, Inc. and Haywood Securities Inc. were compensated with options to purchase Units at a price of \$0.50 per Unit. Each Unit will consist of one common share of the Corporation and one-half of one non-transferable common share purchase warrant (an “Agent’s Warrant”). Each whole Agent’s Warrant will entitle the holder to acquire one common share (an “Agent’s Warrant Share”) of the Corporation before August 26, 2016 at a price of \$0.65 per Agent’s Warrant Share, subject to an accelerated expiry.**

## **Certificate**

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

Date: August 29, 2014

Grande West Transportation Group Inc.

Name of issuer (please print)

John Sutherland, Chief Financial Officer, Phone: (604) 607-4000

Print name, title and telephone number of person signing

(signed) "*John Sutherland*"

\_\_\_\_\_  
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

