



POWERHAUS TECHNOLOGY VENTURES (VCC) INC.



INVESTOR FACTSHEET

- A New Clean Technology Angel Fund -

30% Refundable Tax Credit for 2013 tax year

PowerHaus Technology Ventures (VCC) Inc is a new, tax-advantaged angel fund that invests in the most promising early stage Clean Technology ventures in B.C.

Shares in this Clean Tech angel fund are being offered at \$10 per share. Subscribers are eligible for a 30% tax credit that can be applied to the 2013 tax year. The tax credit is fully refundable and applies to investments of up to \$200,000 per individual. Shares are also RRSP and TSFA qualified (if shares are purchased by an RRSP the annuitant gets the credit outside the RRSP tax-free).

A new network, called PowerHaus, was launched in May 2013, by GreenAngel, Simon Fraser University and the NRC-IRAP program to select and assist in funding and growing emerging small and medium sized enterprises (SMEs). This network is an extension of the VANTEC Angel network with emphasis on management. The focus is to deploy SME solutions to companies in primary industries for improvements in productivity, efficiency, or sustainability.

PowerHaus Technology Ventures will provide up to \$100,000 in seed funding alongside other direct investors to provide approximately \$500,000 in equity capital to qualifying companies. Companies must also be an Eligible Business Corporation (EBC) under the BC Government's Investment Tax Credit Program.

Highlights:

- 30% VCC refundable tax credit
- RRSP eligible (provides up to an additional 44% in tax savings)
- Tax credits for 2013 tax year (for subscriptions received to Feb 28, 2014)
- Focused on early stage clean tech companies
- Managed by GreenAngel Energy Corp
- For accredited investors
- Advisory/Board/Management participation encouraged
- Minimum 1,000 shares

If you are interested in learning more, please contact:

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PowerHaus Tech (VCC) Frequently Asked Questions

What is PowerHaus Technology Ventures (VCC) Inc (PTV)?

PTV is a new angel investment pool created in 2012 for the purpose of investing in promising new Digital & Green Economy companies that have immediate commercial potential.

What is special about this fund?

A competitive selection process augmented by post-investment support provided by participants in the PowerHaus Network will provide more than just capital to promising companies. Selection criteria will focus on near-term cash-flow and customers to position the investees for early acquisition.

Who should Invest?

Participants in the PowerHaus Network are encouraged to invest in the VCC along with Angel investors seeking diversification and risk mitigation.

How much Capital will be raised?

The VCC is seeking \$500K during each of 2013 and 2014 in order to make up to ten investments/year. Studies have shown that, in order to profit from early-stage investing, a large portfolio improves the odds.

What will the VCC invest in?

The VCC will invest in a large number of early stage companies working on clean energy technologies. The plan is to co-invest small amounts (in the \$50K to \$100K range) in seed rounds when valuations are low, i.e. less than \$2M.

SFU TIME Connection

SFUs TIME Centre will provide hands-on support and mentoring through its extensive network to accelerate growth. Companies will be selected on a competitive basis. The VCC will co-invest with other investors who can also provide additional support.

Who will manage the VCC?

GreenAngel Energy Corp will manage the VCC. An independent board of directors, appointed by the VCC's shareholders, will provide management oversight.

What are the management fees?

There is no annual management fee as with traditional VC Funds. There is only a performance fee of 20% on gains above a 10% threshold (the same as the Venture Capital model). This performance-based compensation will be used to reward those individuals that are involved in seeking, evaluating and managing the VCC's investments.

How will investors cash in?

As soon as the VCC has a successful liquidity event, investors can start redeeming their shares. The VCC will seek investments where the prospects for a buy-out or return are less than five years.

Has the VCC made any investments?

Yes. In 2012, an initial investment of \$50,000 was made in Mazza Innovation Ltd., a phytochemical extraction company at a pre-investment valuation of \$1.1 million.

What role can investors play?

Investors in the VCC are encouraged to participate in identifying target investments and assist in mentoring the investees.