

Eligible Start-up Business (ESB) ANNUAL RETURN

THIS ANNUAL RETURN IS FOR THE FISCAL YEAR THAT ENDED ON (dd/mm/year):

Full	Name	of	ESB:
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ESB's Headquarters:

Fotal number of employees at f year-end:	iscal Employees located in Saskatchewa fiscal year-end:	an at Total number of new jobs created since receiving investment under STSI: (This should include any jobs created in previou fiscal years)
Full-time:	Full-time:	Full-time:
Part-time:	Part-time:	Part-time:
(20 hours or less a week)	(20 hours or less a week)	(20 hours or less a week)

Total amount of investment	Total amount of outside investment (capital that a tax	
raised by the company to date:	credit was not issued for) that was contingent on STSI	
	raised funds:	

For the period covered by this Annual Return:

Yes No	Yes	No
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Did the ESB transfer any shares for which a tax credit certificate was issued? If "yes," please provide details in Section 1 of *Appendix B* and fill out the corresponding declaration.

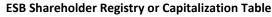
- Did the ESB redeem, acquire, dispose, or cancel any **shares** for which a tax credit certificate was issued? If "yes," please provide details in Section 2 of *Appendix B* and fill out the corresponding declaration.
- Did the ESB redeem, acquire, dispose, or cancel any **convertible rights** (convertible notes/SAFEs) for which a tax credit certificate was issued? If "yes," please provide details in Section 3 of *Appendix B* and fill out the corresponding declaration.

Did the ESB pay any dividends to an eligible investor? If "yes," please provide details in Section 4 of Appendix B.

Briefly describe how the ESB has used the investment it received to further Saskatchewan's economic growth (ie. job creation, innovation, research, sustainable development, export of goods, delivery of an essential service, construction of capital assets, assisting a community).

Required Attachments:

The following documents must be submitted with ESB's Annual Return to stsi@innovationsask.ca:



- Must outline the percentage of shares held by each shareholder.
- ESB Financial Statements (most recent)
 - Must be prepared in accordance with generally accepted accounting principles published by Chartered Professional Accountants of Canada.
 - Must reviewed by a member in good standing of a recognized accounting profession that is regulated by an Act.

Most recent Annual Return filed with the Corporate Registry (ISC)

Certification:

• The ESB has not used the equity capital raised under the STSI program for any purposes prohibited under Section 9 of *The Saskatchewan Technology Start-up Incentive Regulations* (See *Appendix A* for Section 9 of the STSI Regulations).

I am the signing officer of the ESB, duly authorized to execute this Annual Return. I declare that to the best of my knowledge, the information in this Annual Return is true, correct, and complete. I acknowledge that to knowingly make a false or misleading statement in this Annual Return is an offense punishable by law.

Position:	Full Name:
Phone:	Email:

Signature

Date

For Your Reference:

The Saskatchewan Technology Start-up Incentive Act can be found at the following link:

https://innovationsask.ca/pub/documents/STSI/Bill-129%20Saskatchewan%20Technology%20Startup%20Incentive%20Act.pdf

The Saskatchewan Technology Start-up Regulations can be found at the following link:

https://innovationsask.ca/pub/documents/STSI/OC%20498-2018%20Saskatchewan%20Technology%20Startup%20Incentive%20Regulations.pdf

Appendix A

The Saskatchewan Technology Start-up Incentive Regulations

Prohibited use of funds

9 For the purposes of section 11 of the Act, an eligible start-up business must not use equity capital for any of the following purposes:

(a) lending;

(b) purchasing real property, unless the purchase is ancillary to the business activities of the eligible start-up business;

(c) depositing in a high interest savings account;

(d) acquiring Guaranteed Investment Certificates;

(e) acquiring or trading in securities not otherwise permitted by the Act or these regulations;

(f) purchasing goods or services from the eligible start-up business' eligible investors, affiliates or other related persons, other than goods or services purchased at fair market value;

(g) paying a debt obligation, unless that payment is considered necessary by the minister for the financial viability of the eligible start-up business;

(h) subject to subsection 14(1), purchasing or redeeming previously-issued shares of the eligible start-up business or its affiliates within 2 years after the date of issue of the equity shares;(i) paying dividends;

(j) retiring any part of a liability to a shareholder of the eligible start-up business or one of its affiliates, or a liability to a shareholder's associate or affiliate; and,

(k) funding all or part of the purchase by the eligible start-up business of any of the assets of a proprietorship, partnership, joint venture, trust or corporation at a price that is greater than the fair market value of the assets purchased.

Appendix B

Section 1:

Describe the circumstances that led the ESB to transfer its equity shares. Identify the investors that were involved in the transfer:

I declare that any transfer of equity shares (for which a tax credit certificate was issued) has occurred in accordance with Section 11 of *The Saskatchewan Technology Start-up Incentive Regulations*.

Yes	No
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Section 2:

Describe the circumstances that led the ESB to acquire, redeem, dispose, or cancel any shares for which a tax credit certificate was issued. Identify the investors that were involved in such an event:

I declare that the acquisition, redemption, disposal, or cancellation of any equity shares (for which a tax credit certificate was issued), has occurred in accordance with Section 17 of *The Saskatchewan Technology Start-up Incentive Act* and Section 14 of *The Saskatchewan Technology Start-up Regulations*.



Section 3:

Describe the circumstances that led the ESB to acquire, redeem, dispose, or cancel any convertible rights for which
a tax credit certificate was issued. Identify the investors that were involved in such an event:

I declare that the acquisition, redemption, disposal, or cancellation of any convertible rights (for which a tax credit certificate was issued), has occurred in accordance with Section 17 of *The Saskatchewan Technology Start-up Incentive Act* and Section 14 of *The Saskatchewan Technology Start-up Regulations*.

Yes	No
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Section 4:

Identify the eligible investors who have received dividends from the ESB:	