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NSPG News Update on Plasco  
May 11, 2017

North Shore Power Group Inc. (“NSPG”) is pleased to report that Plasco Conversion Technologies Inc. (formerly known as Plasco Energy Group Inc., “Plasco”) has paid to NSPG the entirety of the accrued interest owing to us since Plasco’s emergence from the CCAA process.

Total interest paid to date is \$1,014,991.

Our Promissory Note from Plasco is now in good standing as to all payments due, and the next interest payment is due at December 31<sup>st</sup>, 2017.

The principal amount of our Promissory Note, due at December 31, 2026, is \$19,545,373.

“While not yet a full recovery on our investment, this is a very positive development,” said Graeme Lowry, CEO of NSPG. “Our understanding is that the company is making strong progress on all fronts including technology, projects, partners and financing. We are now a million dollars better off than when the company entered CCAA. We have continued confidence in the Plasco executives as our optimal prospect of recovery and liquidity. Kudos to them. This waste-to-energy technology will be a significant global benefit as it is commercialized.”

#### Background

In order to preserve value during Plasco CCAA process in 2015, a Global Settlement Agreement was negotiated, pursuant to which the secured creditors acquired Plasco and its key subsidiaries, free and clear of third party liabilities. As part of the acquisition, Plasco retained all of its proprietary global intellectual property produced as a result of a decade-long \$400 million investment program at Plasco.

NSPG and Canadian Water Projects (“CWP”), after acquiring the core technology assets, sold the company with their secured debt intact to RMB Advisory Services Inc. which assembled a team capable of rebuilding the company led by Mr. Roderick Bryden.