FORM 9

NOTICE OF PROPOSED ISSUANCE OF LISTED SECURITIES

(or securities convertible or exchangeable into listed securities)

Please complete the following:

Name of Listed Issuer: **NetCents Technology Inc.** (the “**Issuer**”).

Trading Symbol: **NC**

Date: **September 24, 2018.**

Is this an updating or amending Notice: Yes **🗹** No

If yes provide date(s) of prior Notices: September 12, 2018.

Issued and Outstanding Securities of Issuer Prior to Issuance: **42,445,467 Common Shares.**

Date of News Release Announcing Private Placement: **September 12, 2018.**

Closing Market Price on Day Preceding the Issuance of the News Release: **$1.08 as at September 7, 2018 (preceding price reservation)**

**1. Private Placement (if shares are being issued in connection with an acquisition (either as consideration or to raise funds for a cash acquisition), proceed to Part 2 of this form)**

| **Full Name & Residential Address of Placee** | **Number of Securities Purchased or to be Purchased** | **Purchase price per Security (CDN$)** | **Conversion**  **Price (if**  **Applicable)** | **Prospectus Exemption** | **No. of Securities, directly or indirectly, Owned, Controlled or Directed** | **Payment Date(1)** | **Describe relations-hip to Issuer (2)** |
| --- | --- | --- | --- | --- | --- | --- | --- |
| **Please see the attached Schedule A.** | | | | | | | |

1. Total amount of funds to be raised: $2,161,000

2. Provide full details of the use of the proceeds. The disclosure should be sufficiently complete to enable a reader to appreciate the significance of the transaction without reference to any other material. General operating capital.

1. Provide particulars of any proceeds which are to be paid to Related Persons of the Issuer: N/A.
2. If securities are issued in forgiveness of indebtedness, provide details and attach the debt agreement(s) or other documentation evidencing the debt and the agreement to exchange the debt for securities.
3. Description of securities to be issued:

(a) Class units (the “**Units**”)

(b) Number 2,161,000 Units

(c) Price per security $1.00 per Unit, each Unit consists of one common share (a “**Share**”) and one common share purchase warrant (each whole warrant, a “**Warrant**”). Each Warrant will entitle the holder to acquire an additional Share at an exercise price of $1.25 per Share for a period of 24 months from closing.

(d) Voting rights 1:1

1. Provide the following information if Warrants, (options) or other convertible securities are to be issued:

(a) Number 2,161,000 Warrants

1. Number of securities eligible to be purchased on exercise of Warrants (or options) 2,161,000 Shares **.**

(c) Exercise price $1.25

(d) Expiry date 24 months following the closing of the private placement provided however, the Issuer will be entitled to accelerate the expiry date of the Warrants to the date that is 30 days following the date a news release is issued by the Issuer announcing that the volume weighted average price of the Shares on the CSE exceeds $1.50 for any 20 consecutive trading days after the hold period on the Shares has expired.

## Provide the following information if debt securities are to be issued:

(a) Aggregate principal amount Not applicable.

(b) Maturity date .

(c) Interest rate .

(d) Conversion terms

(e) Default provisions:

1. Provide the following information for any agent’s fee, commission, bonus or finder’s fee, or other compensation paid or to be paid in connection with the placement (including warrants, options, etc.):

(a) Details of any dealer, agent, broker or other person receiving compensation in connection with the placement (name, address. If a corporation, identify persons owning or exercising voting control over 20% or more of the voting shares if known to the Issuer):

|  |  |
| --- | --- |
| **Name and Address** | **Cash** |
| Mackie Research Capital Corporation 1920 - 1075 W. Georgia Street Vancouver, BC  V6E 3C9 | $7,420.00 |
| Canaccord Genuity Corp. | $1,050.00 |

(b) Cash: See above.

(c) Securities: Nil

(d) Other N/A

(e) Expiry date of any options, warrants etc. N/A

(f) Exercise price of any options, warrants etc. N/A

1. State whether the sales agent, broker, dealer or other person receiving compensation in connection with the placement is Related Person or has any other relationship with the Issuer and provide details of the relationship

N/A .

1. Describe any unusual particulars of the transaction (i.e. tax “flow through” shares, etc.).

No .

1. State whether the private placement will result in a change of control.

The private placement will not result in a change of control .

1. Where there is a change in the control of the Issuer resulting from the issuance of the private placement shares, indicate the names of the new controlling shareholders. Not applicable.
2. Each purchaser has been advised of the applicable securities legislation restricted or seasoning period.

**All certificates for securities issued which are subject to a hold period bear the appropriate legend restricting their transfer until the expiry of the applicable hold period required by National Instrument 45-102.**

**All certificates for securities issued to United States subscribers will also bear the following legend under the U.S. Securities Act of 1933, as amended:**

The securities represented hereby have not been registered under the United States Securities Act of 1933, as amended (the “**U.S. Securities Act**”) or the securities laws of any state of the United States. The holder hereof, by purchasing such securities, agrees for the benefit of the Company that such securities may be offered, sold or otherwise transferred only (a) to the Company; (b) outside the United States in accordance with Rule 904 of Regulation S under the U.S. Securities Act; (c) in accordance with the exemption from registration under the U.S. Securities Act provided by Rule 144 thereunder, if available, and in compliance with any applicable state securities laws; or (d) in a transaction that does not require registration under the U.S. Securities Act and any applicable state securities laws, and, in the case of clause (c) or (d), the seller furnishes to the Company an opinion of counsel of recognized standing in form and substance satisfactory to the Company to such effect.

The presence of this legend may impair the ability of the holder hereof to effect “good delivery” of the securities represented hereby on a Canadian Stock Exchange.

**2. Acquisition** Not applicable.

1. Provide details of the assets to be acquired by the Issuer (including the location of the assets, if applicable). The disclosure should be sufficiently complete to enable a reader to appreciate the significance of the transaction without reference to any other material:

.

1. Provide details of the acquisition including the date, parties to and type of agreement (eg: sale, option, license etc.) and relationship to the Issuer. The disclosure should be sufficiently complete to enable a reader to appreciate the significance of the acquisition without reference to any other material:
2. Provide the following information in relation to the total consideration for the acquisition (including details of all cash, securities or other consideration) and any required work commitments:
3. Total aggregate consideration in Canadian dollars:.
4. Cash: .
5. Securities (including options, warrants etc.) and dollar value:
6. Other: .
7. Expiry date of options, warrants, etc. if any: .
8. Exercise price of options, warrants, etc. if any: .
9. Work commitments: .
10. State how the purchase or sale price was determined (e.g. arm’s-length negotiation, independent committee of the Board, third party valuation etc).
11. Provide details of any appraisal or valuation of the subject of the acquisition known to management of the Issuer:

.

1. The names of parties receiving securities of the Issuer pursuant to the acquisition and the number of securities to be issued are described as follows:

| **Name of Party (If not an individual, name all insiders of the Party)** | **Number and Type of Securities to be Issued** | **Dollar value per Security (CDN$)** | **Conversion price (if applicable)** | **Prospectus Exemption** | **No. of Securities, directly or indirectly, Owned, Controlled or Directed by Party** | **Describe relationship to Issuer (1)** |
| --- | --- | --- | --- | --- | --- | --- |
|  |  |  |  |  |  |  |

1. Indicate if Related Person
2. Details of the steps taken by the Issuer to ensure that the vendor has good title to the assets being acquired:

.

1. Provide the following information for any agent’s fee, commission, bonus or finder’s fee, or other compensation paid or to be paid in connection with the acquisition (including warrants, options, etc.):

(a) Details of any dealer, agent, broker or other person receiving compensation in connection with the acquisition (name, address. If a corporation, identify persons owning or exercising voting control over 20% or more of the voting shares if known to the Issuer):

(b) Cash .

(c) Securities .

(d) Other .

1. Expiry date of any options, warrants etc.
2. Exercise price of any options, warrants etc. .
3. State whether the sales agent, broker or other person receiving compensation in connection with the acquisition is a Related Person or has any other relationship with the Issuer and provide details of the relationship.
4. If applicable, indicate whether the acquisition is the acquisition of an interest in property contiguous to or otherwise related to any other asset acquired in the last 12 months.

**Certificate Of Compliance**

The undersigned hereby certifies that:

1. The undersigned is a director and/or senior officer of the Issuer and has been duly authorized by a resolution of the board of directors of the Issuer to sign this Certificate of Compliance on behalf of the Issuer.

1. As of the date hereof there is not material information concerning the Issuer which has not been publicly disclosed.
2. The undersigned hereby certifies to the Exchange that the Issuer is in compliance with the requirements of applicable securities legislation (as such term is defined in National Instrument 14-101) and all Exchange Requirements (as defined in CSE Policy 1).
3. All of the information in this Form 9 Notice of Issuance of Securities is true.

Dated September 24, 2018.

Clayton Moore   
Name of Director or Senior Officer

Signature

Chief Executive Officer   
Official Capacity

**SCHEDULE “A”**

**SUBSCRIBER DETAILS**

| **Full Name & Residential Address of Placee** | **Number of Units purchased** | **Total Purchase price of Shares (CDN$)** | **Conversion**  **Price (if**  **Applicable)(1)** | **Prospectus Exemption** | **No. of Securities, directly or indirectly, Owned, Controlled or Directed(2)** | **Payment Date** | **Related Person** |
| --- | --- | --- | --- | --- | --- | --- | --- |
| 2379388 Ontario Ltd. Kent, UK | 15,000 | 15,000 | $1.25 | S. 2.3 of NI 45-106  [Accredited Investor] | 0 | September 25, 2018 | No |
| 2379388 Ontario Ltd. Toronto, ON | 25,000 | 25,000 | $1.25 | S. 2.3 of NI 45-106  [Accredited Investor] | 0 | September 25, 2018 | No |
| Ardent Strategies Corp. Vancouver, BC | 25,000 | 25,000 | $1.25 | S. 2.3 of NI 45-106  [Accredited Investor] | 0 | September 25, 2018 | No |
| Blackstone Capital Partners Inc. Vancouver, BC | 50,000 | 50,000 | $1.25 | S. 2.3 of NI 45-106  [Accredited Investor] | 0 | September 25, 2018 | No |
| Brad Boland | 50,000 | 50,000 | $1.25 | S. 2.5 of NI 45-106  [Friends, Family and Business Associates] | 48,000 | September 25, 2018 | No |
| Capital Event Management Vancouver, BC | 25,000 | 25,000 | $1.25 | S. 2.3 of NI 45-106  [Accredited Investor] | 0 | September 25, 2018 | No |
| Chesire Consulting Corp. North Vancouver, BC | 10,000 | 10,000 | $1.25 | S. 2.3 of NI 45-106  [Accredited Investor] | 0 | September 25, 2018 | No |
| Clyde Hunter Penticton, BC | 40,000 | 40,000 | $1.25 | S. 2.5 of NI 45-106  [Friends, Family and Business Associates] | 186,300 | September 25, 2018 | No |
| D&D Reesor Family Holdings Inc. West Vancouver, BC | 500,000 | 500,000 | $1.25 | S. 2.3 of NI 45-106  [Accredited Investor] | 612,500 | September 25, 2018 | No |
| David Macedo | 50,000 | 50,000 | $1.25 | S. 2.5 of NI 45-106  [Friends, Family and Business Associates] | 120,000 | September 25, 2018 | No |
| Gareth Sun Vancouver, BC | 45,000 | 45,000 | $1.25 | S. 2.5 of NI 45-106  [Friends, Family and Business Associates] | 27,100 | September 25, 2018 | No |
| i3 Ltd.  Calgary, AB | 150,000 | 150,000 | $1.25 | S. 2.3 of NI 45-106  [Accredited Investor] | 200,000 | September 25, 2018 | No |
| Jean-Marc Bougie Montreal, QC | 1,000,000 | 1,000,000 | $1.25 | S. 2.3 of NI 45-106  [Accredited Investor] | 1,044,000 | September 25, 2018 | No |
| Jeffrey Chen Vancouver, BC | 10,000 | 10,000 | $1.25 | S. 2.3 of NI 45-106  [Accredited Investor] | 0 | September 25, 2018 | No |
| John Kanwischer North Vancouver, BC | 100,000 | 100,000 | $1.25 | S. 2.5 of NI 45-106  [Friends, Family and Business Associates] |  | September 25, 2018 | No |
| Matthew Fleming Surrey, BC | 10,000 | 10,000 | $1.25 | S. 2.3 of NI 45-106  [Accredited Investor] | 0 | September 25, 2018 | No |
| MPI Investments Ltd. Vancouver, BC | 10,000 | 10,000 | $1.25 | S. 2.3 of NI 45-106  [Accredited Investor] | 0 | September 25, 2018 | No |
| Richard Baker Vancouver, BC | 10,000 | 10,000 | $1.25 | S. 2.3 of NI 45-106  [Accredited Investor] | 0 | September 25, 2018 | No |
| Gordon Clements Vancouver, BC | 10,000 | 10,000 | $1.25 | S. 2.3 of NI 45-106  [Accredited Investor] | 0 | September 25, 2018 | No |
| Ryan Simmonds Surrey, BC | 20,000 | 20,000 | $1.25 | S. 2.3 of NI 45-106  [Accredited Investor] | 0 | September 25, 2018 | No |
| Valerie Yiu  Vancouver, BC | 6,000 | 6,000 | $1.25 | S. 2.3 of NI 45-106  [Accredited Investor] | 0 | September 25, 2018 | No |
| **Total:** | **2,161,000** | **2,161,000** |  |  |  |  |  |

**Notes:**

(1) The warrants forming part of the Units have an exercise price of $1.25 per Share.

(2) These are the numbers of Shares (fully diluted) held by the placees prior to the issuance Units under this Private Placement.