



\_\_\_\_\_  
Name of Subscriber

\_\_\_\_\_  
Date of Subscription

**THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE UNITED STATES SECURITIES ACT OF 1933, AS AMENDED (THE "U.S. SECURITIES ACT"), OR ANY STATE SECURITIES LAWS, AND MAY NOT BE OFFERED AND SOLD, DIRECTLY OR INDIRECTLY, IN THE UNITED STATES OR BY OR TO OR FOR THE ACCOUNT OR BENEFIT OF A U.S. PERSON (AS DEFINED IN REGULATION S PROMULGATED UNDER THE U.S. SECURITIES ACT) WITHOUT REGISTRATION UNDER THE U.S. SECURITIES ACT AND ANY APPLICABLE STATE SECURITIES LAWS, UNLESS AN EXEMPTION FROM REGISTRATION IS AVAILABLE.**

## **Proof Capital Growth & Income Fund**

### **SUBSCRIPTION AGREEMENT FOR UNITS OF THE FUND**

***REQUIREMENTS TO SUBSCRIBE*** - *Subscribers please note that to fulfill this subscription properly you must: (a) read this document carefully and acquire independent legal and investment advice as this document constitutes a binding legal document; (b) complete and sign the sections applying to all subscribers (as indicated below and on page 2); and (c) complete and sign the sections pertaining to your jurisdiction (as indicated below and on page 2).*

**A. All Subscribers:**

Complete and sign the Face Page. If you are purchasing Units within a corporation, please provide your corporate tax number.

**B. Canadian Subscribers**

If the Subscriber is purchasing Units under the Canadian Accredited Investor exemption provided for by Section 2.3 [*Accredited investor*] of National Instrument 45-106 ("**NI 45-106**"), complete and sign Appendix I, and if applicable, Appendix II.

**C. Non-U.S. and Non-Canadian Subscribers**

Complete and sign Appendix III.

**D. United States Subscribers**

For U.S. Persons or those subscribing for the account or benefit of a U.S. Person or a person in the United States (as such terms are defined in Regulation S under the U.S. Securities Act), complete and sign Appendix IV.

## Table of Contents

*Subscriber is required to complete and sign colored sections corresponding to his jurisdiction (as indicated on page 1).*

Subscriber Information .....	3
Method of Payment.....	4
Terms and Conditions .....	6
Article 1 Interpretation (including definitions) .....	6
Article 2 Schedules .....	7
Article 3 Subscription and description of the Units .....	7
Article 4 Closing .....	8
Article 5 Indemnity .....	8
Article 6 Representations and warranties of the Fund .....	9
Article 7 Acknowledgements, covenants, representations, and warranties of the Subscriber .....	9
Article 8 Survival of representations, warranties, and covenants .....	15
Article 9 Collection of personal information .....	15
Article 10 Miscellaneous .....	17
Appendix “I” Accredited Investor Certification .....	19
Appendix “II” Risk Acknowledgement .....	24
Appendix “III” Certificate of Foreign Investor (Non-US and Non-Canadian).....	26
Appendix “IV” Certificate of U.S. Accredited Investors.....	27
Appendix “V” Contact Information for the Canadian Securities Regulators .....	29

**SUBSCRIBER INFORMATION**

TO: **PROOF CAPITAL GROWTH & INCOME FUND** (the "Fund")  
 Bentall Four, Box 49256, Suite 732, 1055 Dunsmuir Street  
 Vancouver, BC V7X 1L2

AND TO: **QWEST INVESTMENT FUND MANAGEMENT LTD.** (the "Manager")

The undersigned (the "**Subscriber**") hereby irrevocably subscribes for and agrees to purchase from the Fund that number of units of the Fund ("**Units**") set out below for the aggregate subscription price set out below (the "**Subscription Amount**"). The Subscriber agrees to be bound by the terms and conditions set forth in the attached *Terms and Conditions of Subscription for Fund Units of the Proof Capital Growth & Income Fund* (which together with this *Face Page* and the attached *Schedules*, constitute the "**Subscription Agreement**"). The Subscriber further agrees, without limitation, that the Fund and the Manager may rely upon the Subscriber's representations, warranties and covenants contained in such documents. This subscription is irrevocable and subject to acceptance or rejection by the Manager on behalf of the Fund, in whole or in part.

<b><u>Information about Subscriber</u></b>	<b><u>Information about Subscription</u></b>
Subscriber's full legal name	<b>Class of Units:</b> _____ <b>FundSERV Code:</b> _____
Subscriber's street address	(1) Subscription Amount: _____ \$
Subscriber's city, Province/State and postal/ZIP code	(2) Front-end Sales Commission: _____ \$0.00
Subscriber's telephone number	(3) Dealer Fee: _____ \$0.00
Subscriber's e-mail address (required for submission)	(*) Net Subscription Amount: _____ \$
Subscriber's SIN or BN (as applicable)	(*) = (1) - (2) - (3)
Subscriber's Signature	<b><u>Insider Status</u></b>
Signatory's name and title (if applicable)	<b>Subscriber is either (check appropriate box):</b>
Date:	<input type="checkbox"/> An insider of the Fund; or
	<input type="checkbox"/> not an insider of the Fund
	<i>An "insider" includes a director, senior officer or 10% Unitholder of the Fund or its subsidiaries or insiders (including the Manager)</i>
	<b><u>Registrant Status</u></b>
<b><u>Distribution Instructions</u></b>	<b>The Investor is either (check appropriate box):</b>
<b>Check appropriate box:</b>	<input type="checkbox"/> registered pursuant to National Instrument 31-103 <i>Registration Requirements, Exemptions and Ongoing Registrant Obligations</i> ; or
<input type="checkbox"/> Receive 100% additional Units; or	<input type="checkbox"/> not registered pursuant to National Instrument 31-103 <i>Registration Requirements, Exemptions and Ongoing Registrant Obligations</i>
<input type="checkbox"/> Receive 100% cash	
<b><u>Registration and Delivery Instructions</u></b> (if using Custodian or Trustee)	
Name (of Custodian or Trustee)	Legal Registration (at Custodian or Trustee)
Street address (of Custodian or Trustee)	Contact Name (at Custodian or Trustee)
City, Province and postal code (of Custodian or Trustee)	Contact Phone Number (at Custodian or Trustee)

*(Office Use Only)***ACCEPTANCE:** The Manager hereby accepts this Subscription Agreement on behalf of the Fund.

ACCEPTED and AGREED to this \_\_\_\_\_ day of \_\_\_\_\_, 20 \_\_\_\_.

**QWEST INVESTMENT FUND MANAGEMENT LTD.<sup>(1)</sup>****Per:** \_\_\_\_\_(1) *Qwest Investment Fund Management Ltd. provides Investment Fund Management services to Proof Asset Management Inc. and the Fund***THE UNDERSIGNED MUST DELIVER TO THE FUND THE FOLLOWING:**

- (a) a duly completed and executed copy of this Subscription Agreement; and
- (b) a certified cheque, bank draft or wire transfer, payable to Proof Capital Growth & Income Fund in the amount of the Subscription Amount (not applicable to FundSERV trades); and
- (c) if the Subscriber is a Canadian Person:
  - i. a duly completed and executed copy of Appendix I – *Canadian Accredited Investor Certificate*;
  - ii. if the Subscriber is an individual (other than an individual who beneficially owns Financial Assets having an aggregate realizable value that, before taxes but net of any related liabilities, exceeds C\$5,000,000), then a duly completed and executed copy of Appendix II - *Form for Individual Accredited Investors*; or
- (d) if the Subscriber is a U.S. Person:
  - i. a duly completed and executed copy of Appendix IV – *U.S. Accredited Investor Certificate*; or
- (e) if the Subscriber is neither a Canadian Person nor a U.S. Person:
  - i. a duly completed and executed copy of Appendix III – *Offshore Investor Certificate*.

**METHOD OF PAYMENT – BANK DRAFT, CHEQUE OR WIRE TRANSFER**

Please deliver the completed Subscription Agreement and all applicable schedules and appendices, together with a bank draft or cheque along for the Subscription Amount made payable to “Proof Capital Growth & Income Fund” or else payment by wire transfer, as follows:

Proof Growth & Income Fund  
 Suite 732 – 1055 Dunsmuir Street, Vancouver, BC, V7X 1L2  
 Email: subscriptions@qwestfunds.com  
 Attention: Cindy Bower

**Funds outside of Canada may be wired to:**

Bank Name:	Royal Bank of Canada
Bank Address:	180 Wellington St. Toronto, ON M5J 1J1
Swift Code	ROYCCAT2
(Field 56)	(Or use UID# 055253)
	Institution number - 0003

**Funds from Canadian banks may be wired to:**

Account with Bank:	RBC Investor Services
	(Account number 1416031 transit 09591)
Trust Bank Address:	155 Wellington St W – 4 <sup>th</sup> Floor, Toronto, ON M5V 3L3
Swift Code	ROTRCATT
(Field 57)	

Account Name: Proof Capital Growth & Income Fund  
Account Address: 817 Rideau Road SW, Calgary AB T2S 0S1  
Account Number: 207917001  
(Fields 58/59)

RBC Contact Name: Aruna Onguta  
RBC Contact Number: (416) 955-5751  
(Fields 70/72)

**CONNECTED AND RELATED ISSUERS:**

Qwest Investment Fund Management Ltd., when acting as an exempt market dealer in selling securities of the Fund, is also the Manager of the Fund, and consequently, the Fund may be considered a “connected issuer” of the Manager, within the meaning of applicable securities legislation.

The Fund may invest some or all of its assets in subsidiaries of the Fund, namely: Proof Corporate Advisory Inc. (“**Proof Advisory**”), Proof Proprietary Investment Fund Inc. (“**PROP Fund**”), and Proof Asset Management Inc. (“**PAM**”). Each of Proof Advisory, PROP Fund and PAM may be considered to be a “related issuer” of the Fund as the Fund owns substantially all of the outstanding voting securities of such subsidiaries, and the Manager may exert control over the business and affairs of both the Fund and the subsidiaries.

For more information on how the Fund addresses conflicts of interest, please refer to the Fund's Offering Memorandum dated June 15<sup>th</sup>, 2020, available at [www.proofcapital.ca](http://www.proofcapital.ca).

**TERMS AND CONDITIONS**  
**SUBSCRIPTION FOR UNITS OF PROOF CAPITAL GROWTH & INCOME FUND**

**ARTICLE 1**  
**Interpretation**

- 1.1 **Definitions.** Whenever used in this Subscription Agreement, unless there is something in the subject matter or context inconsistent therewith, the following words and phrases will have the respective meanings ascribed to them as follows:
- (a) **“Business Day”** means a week day that is not a holiday in the Province of British Columbia.
  - (b) **“Canadian Person”** means (a) a resident of Canada within the meaning of the *Income Tax Act* (Canada); (b) a person that was located in Canada at the time it was offered the Units or executed this Subscription Agreement; or (c) a person that will be located in Canada at the time of the Closing.
  - (c) **“Class”** means a class of Units.
  - (d) **“Closing”** will have the meaning ascribed to such term in Section 4.1.
  - (e) **“Closing Date”** will have the meaning ascribed to such term in Section 4.1.
  - (f) **“Closing Time”** will have the meaning ascribed to such term in Section 4.1.
  - (g) **“Face Page”** means the face page of this Subscription Agreement.
  - (h) **“Fund Units”** or **“Units”** means a unit of the Proof Capital Growth & Income Fund, issuable in one or more series.
  - (i) **“Fund”** means Proof Capital Growth & Income Fund, a unit investment trust established pursuant to the laws of the Province of Ontario, and includes any successor fund to or of the Fund.
  - (j) **“NI 45-106”** means National Instrument 45-106 – *Prospectus Exemptions*, as amended from time to time.
  - (k) **“Offering Memorandum”** means the offering memorandum dated June 15<sup>th</sup>, 2020 with respect to the Fund.
  - (l) **“person”** means any individual (whether acting as an executor, trustee administrator, legal representative or otherwise), corporation, firm, partnership, sole proprietorship, syndicate, joint venture, trustee, trust, unincorporated organization or association, and pronouns have a similar extended meaning.
  - (m) **“Regulation D”** means Regulation D under the U.S. Securities Act.
  - (n) **“Regulation S”** means Regulation S under the U.S. Securities Act.
  - (o) **“SEC”** means the United States Securities and Exchange Commission.
  - (p) **“Securities Laws”** means the securities legislation and regulations of, and the instruments, policies, rules, orders, codes, notices and published interpretation notes of the applicable securities regulatory authority or applicable securities regulatory authorities of, the applicable jurisdiction or jurisdictions.
  - (q) **“Securities Regulators”** means the securities regulatory authorities or securities commissions in any of the Provinces or Territories of Canada.
  - (r) **“Subscriber”** or **“you”** means the subscriber for the Units as set out on the Face Page.
  - (s) **“Subscription Agreement”** has the meaning given to that term on the Face Page.
  - (t) **“Subscription Amount”** has the meaning given to that term on the Face Page.
  - (u) **“United States”** means the United States of America, its territories and possessions, any State of the United States and the District of Columbia.
  - (v) **“U.S. Accredited Investor”** means an “accredited investor” as that term is defined in Rule 501(a) of Regulation D.
  - (w) **“U.S. Person”** means a U.S. Person as that term is defined in Rule 902(k) of Regulation S under the U.S. Securities Act.
  - (x) **“U.S. Securities Act”** means the United States Securities Act of 1933, as amended.

- (y) **“U.S. Subscriber”** means: (i) any person purchasing the Units in the United States; (ii) any U.S. Person; (iii) any person purchasing the Units on behalf of, or for the account or benefit of, any person in the United States or any U.S. Person; (iv) any person that receives or received an offer for the Units while in the United States; or (v) any person that is in the United States at the time the buy order was made or the Subscription Agreement was executed; provided, however, that a U.S. Subscriber shall not include any discretionary or similar account (other than an estate or trust) held for the benefit or account of a non-U.S. Person by dealer or other professional fiduciary organized, incorporated or resident in the United States.
- 1.2 **Gender and Number.** Words importing the singular number only will include the plural and vice versa, words importing the masculine gender will include the feminine gender and words importing persons will include firms and corporations and vice versa.
- 1.3 **Reference to Statutes.** Any reference in this Subscription Agreement to any statute shall be deemed to be a reference to such statute as amended or re-enacted from time to time.
- 1.4 **Currency.** Unless otherwise provided, all amounts payable pursuant hereto shall be payable in lawful money of Canada.
- 1.5 **Non-Business Day.** If any day on which any dividend is payable or by which any other action is required to be taken hereunder is not a Business Day, then such dividend shall be payable or such other action shall be required to be taken on the next succeeding day that is a Business Day.
- 1.6 **Herein, hereto, etc.** The words “herein”, “hereto” “hereof” and similar words refer, unless the context clearly indicates the contrary, to the whole of this Subscription Agreement and not to any particular section, clause or paragraph thereof.
- 1.7 **Subdivisions, Headings and Table of Contents.** The division of this Subscription Agreement into Articles, Sections, Schedules Appendices and other subdivisions and the inclusion of headings are for convenience of reference only and will not affect the construction or interpretation of this Subscription Agreement. The headings in this Subscription Agreement are not intended to be full or precise descriptions of the text to which they refer. Unless something in the subject matter or context is inconsistent therewith, references herein to an Article, Section, Subsection, paragraph, clause, Appendix or Schedule are to the applicable article, section, subsection, paragraph, clause, appendix or schedule of this Subscription Agreement.

## ARTICLE 2 Schedules

- 2.1 **Description of Appendices.** The following Appendices are attached to and incorporated into this Subscription Agreement by reference and deemed to be a part hereof:

Appendix I	Canadian Accredited Investor Certificate
Appendix II	Form for Individual Accredited Investors
Appendix III	Offshore Investor Certificate
Appendix IV	U.S. Accredited Investor Certificate
Appendix V	Contact Information for The Canadian Securities Regulators

## ARTICLE 3 Subscription and Description of the Units

- 3.1 **Terms of the Offering.** The Fund is offering for sale up to an unlimited amount Units on a private placement basis to eligible investors in Canada and elsewhere where such offering and sale is exempt from any prospectus or registration requirement.
- 3.2 **Subscription for Units.** The Subscriber acknowledges that the Units being subscribed for hereunder form part of a larger offering of securities of the Fund. The Subscriber hereby confirms its irrevocable subscription for and offer to purchase the Units from the Fund, on and subject to the terms and conditions set out in this Subscription Agreement, for the Subscription Amount.
- 3.3 **Acceptance and Rejection of Subscription by the Fund.** The Subscriber acknowledges and agrees that the Manager reserves the right, in its absolute discretion, to accept or reject this Subscription Agreement, in whole or in part, for any reason and at any time prior to the Closing Time. If this Subscription Agreement is rejected in whole, any cheques or other forms of payment delivered to the Manager representing the Subscription Amount will be promptly returned to the Subscriber without interest or deduction.

**ARTICLE 4**  
**Closing**

- 4.1 **Closing.** The Fund Units are offered on a continuous basis with closings occurring monthly, or on such other dates as the Manager may determine.
- 4.2 **Conditions of Closing.** The Subscriber acknowledges and agrees that the obligations of the Fund hereunder are conditional on the accuracy and truth of the representations and warranties of the Subscriber contained in this Subscription Agreement as of the date of this Subscription Agreement, and as of the Closing Time as if made at and as of the Closing Time, and the fulfillment of the following conditions as soon as possible:
- (a) the Subscriber has delivered the following documents to the Manager:
    - (i) a signed copy of this Subscription Agreement; and
    - (ii) a certified cheque, bank draft or wire transfer, payable to Proof Capital Growth & Income Fund in the amount of the Subscription Amount (not applicable to FundSERV trades); and
    - (iii) if the Subscriber is a Canadian Person:
      - (A) a duly completed and executed copy of Appendix I - *Accredited Investor Certificate*;
      - (B) if the Subscriber is an individual (other than an individual who beneficially owns Financial Assets having an aggregate realizable value that, before taxes but net of any related liabilities, exceeds C\$5,000,000), then a duly completed and executed copy of Appendix II - *Form for Individual Accredited Investors*; or
    - (iv) if the Subscriber is a U.S. Person:
      - (A) a duly completed and executed copy of Appendix IV - *U.S. Accredited Investor Certificate*; or
    - (v) if the Subscriber is neither a Canadian Person nor a U.S. Person:
      - (A) a duly completed and executed copy of Appendix III - *Offshore Investor Certificate*;
  - (b) if the Subscriber is purchasing the Units through an investment dealer or an exempt market dealer that is registered with FundSERV, the Subscriber has paid the Subscription Amount via FundSERV using the FundSERV codes listed on the Face Page;
  - (c) if the Subscriber is purchasing the Units through an exempt market dealer that is not registered with FundSERV, or is purchasing the Units directly from the Fund, the Subscriber has delivered a cheque or bank draft to the order of "Proof Capital Growth & Income Fund" in an amount equal to the Subscription Amount;
  - (d) the representations and warranties of the Subscriber in this Subscription Agreement were accurate on the date the Subscriber signed this Subscription Agreement and are accurate at the Closing;
  - (e) the Subscriber has performed those of its obligations under this Subscription Agreement that it is required to perform prior to the Closing;
  - (f) the offer, sale and issuance of the Units being exempt from the prospectus and registration requirements of applicable Securities Laws as well as the securities laws in the United States or of the Subscriber's jurisdiction of residence; and
  - (g) the Manager has accepted this Subscription Agreement.

**ARTICLE 5**  
**Indemnity**

- 5.1 **Indemnification.** The Subscriber shall indemnify the Fund, the Manager, and the directors, officers, employees, consultants, agents, advisors and other representatives of the Manager against any losses and liabilities (including legal fees and expenses), whether or not the losses and liabilities involve a third-party claim, that arise, directly or indirectly, from any inaccurate statement of fact made by the Subscriber in this Subscription Agreement, or the failure of the Subscriber to perform any of the obligations that it is required to perform under this Subscription Agreement. The Subscriber undertakes to immediately notify the Fund of any change in any statement or other information relating to the Subscriber set forth herein or in any Appendix hereto completed and delivered to the Fund by or on behalf of the Subscriber, as the case may be, that takes place prior to the Closing Date.



**ARTICLE 6**  
**Representations and Warranties of the Fund and Acknowledgement of the Subscriber**

- 6.1 **Representations and Warranties of the Fund.** The Fund represents and warrants to the Subscriber that:
- (a) the Fund is an unit investment trust established under the laws of the Province of Ontario;
  - (b) the Fund has all necessary power and authority to enter into, deliver and carry out its obligations under this Subscription Agreement and to issue the Units to the Subscriber;
  - (c) the Fund has complied, or will comply, with all applicable corporate and securities laws and regulations in connection with the offer, sale and issuance of the Units; and
  - (d) this Subscription Agreement when accepted has been duly authorized by all necessary corporate action on the part of the Fund and, subject to acceptance by the Fund, constitutes a valid obligation of the Fund legally binding upon it and enforceable in accordance with its terms subject, however, to the customary limitations with respect to bankruptcy or other laws affecting creditors' rights generally and to the availability of equitable remedies.

**ARTICLE 7**  
**Acknowledgements, Representations, Warranties and Covenants of the Subscriber**

- 7.1 **Acknowledgments, Representations, Warranties and Covenants of the Subscriber.** The Subscriber hereby represents and warrants to the Fund and the Manager, and will be deemed to have so represented and warranted again at the Closing, as follows and acknowledges that the Fund and the Manager are relying on such representations and warranties in connection with the transactions contemplated herein:
- (a) The Subscriber is resident, its mind and management is primarily located, or its business is primarily administered from and its operations are primarily conducted, in the jurisdiction specified on the Face Page.
  - (b) If the Subscriber is an individual, then he or she is not less than 18 years of age and has not been found to be a person of unsound mind under any law or by any court of competent jurisdiction, and if the Subscriber is not an individual, then it is duly incorporated, continued, or formed, as the case may be, and is in good standing, under the laws of its jurisdiction of incorporation, continuance, or formation.
  - (c) If the Subscriber is an individual, then the Subscriber has the capacity, and if the Subscriber is not an individual, then the Subscriber has the power and authority, to sign this Subscription Agreement.
  - (d) After the Subscriber signs this Subscription Agreement, this Subscription Agreement will be binding on, and enforceable against, the Subscriber in accordance with its terms, except as such enforceability may be affected by laws affecting the enforcement of creditors' rights generally, and the availability of equitable remedies may be limited by equitable principles of general applicability.
  - (e) The signing, delivery, and performance of this Subscription Agreement by the Subscriber do not, and will not, violate any law or order to which the Subscriber is subject or by which it is bound, or the terms of any agreement, commitment or arrangement to which it is a party.
  - (f) The Subscriber understands that the Manager is entering into this Subscription Agreement solely in its capacity as Manager on behalf of the Fund and not in any other capacity and the obligations of the Fund hereunder shall not be directly binding upon the Manager, and that resort shall not be had to, nor shall recourse be sought from, the Manager in respect of any indebtedness, obligation or liability of the Fund arising hereunder or arising in connection herewith or from the matters to which this Subscription Agreement relates, if any, including, without limitation, claims based on negligence or otherwise tortious behaviour, and recourse shall be limited to, and satisfied only out of, the assets of the Fund.
  - (g) The Subscriber is purchasing the Units as principal.
  - (h) If the Subscriber is a Canadian Person resident in or otherwise subject to the laws of a province or territory other than Ontario, then the Subscriber:
    - (i) is an "accredited investor" as such term is defined in section 1.1 of NI 45-106;
    - (ii) has delivered a signed copy of a duly completed and executed copy of Appendix I – *Canadian Accredited Investor Certificate*;

- (iii) if the Subscriber is an individual (other than an individual who beneficially owns financial assets having an aggregate realizable value that, before taxes but net of any related liabilities, exceeds C\$5,000,000), then a duly completed and executed copy of Appendix II - *Form for Individual Accredited Investors*; and
  - (iv) if not an individual, was not created, and is not being used, solely to purchase or hold the Units as an "accredited investor" described in paragraph (m) of the definition of "accredited investor" in section 1.1 of NI 45-106.
- (i) If the Subscriber is a Canadian Person resident in or otherwise subject to the laws of Ontario, then the Subscriber:
- (i) is an "accredited investor" as such term is defined in subsection 73.3(1) of the *Securities Act* (Ontario);
  - (ii) has delivered a signed copy of a duly completed and executed copy of Appendix I – *Canadian Accredited Investor Certificate*;
  - (iii) if the Subscriber is an individual (other than an individual who beneficially owns financial assets having an aggregate realizable value that, before taxes but net of any related liabilities, exceeds C\$5,000,000), then a duly completed and executed copy of Appendix II - *Form for Individual Accredited Investors*; and
  - (iv) if not an individual, was not created, and is not being used, solely to purchase or hold the Units as an "accredited investor" described in paragraph (m) of the definition of "accredited investor" in section 1.1 of NI 45-106.
- (j) If the Subscriber is a U.S. Person or purchasing the Units for the account or benefit of a U.S. Person or a person in the United States:
- (i) the Subscriber is an "accredited investor" as defined in Rule 501(a) of Regulation D under the U.S. Securities Act;
  - (ii) the Subscriber has delivered a duly completed and executed copy of Appendix IV – *U.S. Accredited Investor Certificate*, and the Subscriber acknowledges that:
    - (A) no securities commission, agency, governmental authority, regulatory body, stock exchange or similar authority has reviewed or passed on the merits of the Units nor have any such agencies or authorities made any recommendations or endorsement with respect to the Units;
    - (B) there is no government or other insurance covering the Units;
    - (C) there are risks associated with the purchase of the Units;
    - (D) there are restrictions on the Subscriber's ability to resell the Units and it is the responsibility of the Subscriber to find out what those restrictions are and to comply with those restrictions before selling the Units; and
    - (E) the Fund has advised the Subscriber that the Fund is relying on an exemption from the requirement to provide the Subscriber with a prospectus under the Securities Laws and, as a consequence of acquiring the Units pursuant to such exemption certain protections, rights and remedies provided by the Securities Laws, including statutory rights of rescission and certain statutory remedies against an issuer, underwriters, auditors, directors and officers that are available to investors who acquire securities offered by a prospectus, will not be available to the Subscriber, the common law may not provide the Subscriber with an adequate remedy in the event that they suffer investment losses in connection with securities acquired in a private placement.
- (k) If the Subscriber is a resident of, or otherwise subject to, the securities laws of a jurisdiction other than Canada or the United States:
- (i) the Subscriber has delivered a duly completed and executed copy of Appendix III – *Offshore Investor Certificate*;
  - (ii) the Subscriber is knowledgeable of, or has been independently advised as to, the applicable laws, including securities laws of the Subscriber's jurisdiction of residence that would apply to this Subscription Agreement, if there are any;
  - (iii) the Subscriber is purchasing the Units pursuant to exemptions from any substantive or procedural requirements under the applicable laws, including securities laws of the Subscriber's jurisdiction of residence or, if such is not applicable, the Subscriber is permitted to purchase the Units under the applicable securities laws of the Subscriber's jurisdiction of residence without the need to comply with any substantive or procedural requirements of any kind whatsoever in the Subscriber's jurisdiction of residence;

- (iv) the Subscriber will, if requested by the Manager and/or the Fund, deliver to the Manager and/or the Fund a certificate or opinion of local counsel from the Subscriber's jurisdiction of residence which will confirm the matters referred to in this Section 7.1(k) to the satisfaction of the Fund and/or the Manager, acting reasonably;
- (v) the Subscriber confirms that the applicable securities laws of the Subscriber's jurisdiction do not require the Fund or the Manager to make any filings or seek any approvals of any nature whatsoever from any governmental authority, regulatory authority or stock exchange of any kind whatsoever in the Subscriber's jurisdiction in connection with the issue and sale or resale of the Units;
- (vi) the Subscriber confirms that the purchase of the Units by the Subscriber does not trigger:
  - (A) an obligation to prepare and file a registration statement, prospectus or similar document, or any other report with respect to such purchase in the Subscriber's jurisdiction; or
  - (B) continuous disclosure reporting obligations of the Fund or the Manager in the Subscriber's jurisdiction;
- (vii) the Subscriber acknowledges that:
  - (A) no securities commission, agency, governmental authority, regulatory body, stock exchange or similar authority has reviewed or passed on the merits of the Units nor have any such agencies or authorities made any recommendations or endorsement with respect to the Units;
  - (B) there is no government or other insurance covering the Units;
  - (C) there are risks associated with the purchase of the Units;
  - (D) there are restrictions on the Subscriber's ability to resell the Units and it is the responsibility of the Subscriber finds out what these restrictions are and to comply with those restrictions before selling the Units; and
  - (E) the Fund has advised the Subscriber that the Fund is relying on an exemption from the requirement to provide the Subscriber with a prospectus under the Securities Laws and, as a consequence of acquiring the Units pursuant to such exemption certain protections, rights and remedies provided by the Securities Laws, including statutory rights of rescission and certain statutory remedies against an issuer, underwriters, auditors, directors and officers that are available to investors who acquire securities offered by a prospectus, will not be available to the Subscriber, the common law may not provide the Subscriber with an adequate remedy in the event that they suffer investment losses in connection with securities acquired in a private placement.
- (l) The Subscriber has received a copy of the Offering Memorandum. Except for the Offering Memorandum, the Subscriber:
  - (i) has not requested or received any prospectus, offering memorandum, or other disclosure document that describes or purports to describe the business of the Fund that was prepared for delivery to, and review by, the Subscriber in order to assist the Subscriber to make an investment decision about the Units; and
  - (ii) is not aware of any advertising in any form to solicit purchasers of the Units.
- (m) The Subscriber has relied solely upon the Offering Memorandum, this Subscription Agreement and publicly available information about the Fund and the Units, if any, to make an investment decision about the Units, and not upon any verbal or written representation made by or on behalf of the Fund. The Subscriber understands that the Fund makes no representation or warranty as to the accuracy of any such publicly available information.
- (n) The Subscriber has the requisite knowledge and experience in financial and business matters for properly evaluating the risks of an investment in the Fund and has sought all such counsel as the Subscriber has considered advisable.
- (o) The Subscriber has the requisite knowledge and experience in financial and business matters as to be capable of evaluating the merits and risks of an investment in the Units and the Subscriber is able to bear the economic risk of a total loss of the Subscriber's investment in the Units. The Subscriber understands that an investment in the Units is a speculative investment and that there is no guarantee of success of the plans of the Fund's management and that the Subscriber may lose his/her/its entire investment.
- (p) If the Subscriber, or any person for whom it is acting, is not a person resident in Canada, the subscription for the Units by the Subscriber, or any person for whom it is acting, does not contravene any of the applicable securities laws in the jurisdiction in which the Subscriber or such other person resides and does not give rise to any obligation of the Fund to

prepare and file a prospectus or similar document or to register the Units or to be registered with or to file any report or notice with any governmental or regulatory authority.

- (q) The Subscriber knows of no reason (and is sufficiently knowledgeable to determine the same or has sought legal advice) why the delivery of this Subscription Agreement, the acceptance of it by the Manager and the issuance of the Units to the Subscriber will not comply with all laws applicable to the Subscriber and the Subscriber has no reason to believe that the Subscriber's subscription hereby will cause the Manager and/or the Fund to become subject to or required to comply with any disclosure, prospectus or reporting requirements or to be subject to any civil or regulatory review or proceeding. In addition, the Subscriber will comply with all applicable securities laws and will assist the Manager and the Fund in all reasonable manners to comply with all applicable securities laws.
- (r) If required by the Manager, the Fund or by Securities Laws, the Subscriber will execute, deliver and file or assist the Fund and/or the Manager in filing such reports, undertakings and other documents with respect to the issue of the Units as may be required by any securities commission, stock exchange or other regulatory authority.
- (s) The Subscriber has been advised to consult his/her/its own legal advisors with respect to the execution, delivery and performance by him/her/it of this Subscription Agreement and the transactions contemplated by this Subscription Agreement, including but not limited to, trading in the Units and with respect to the resale restrictions imposed by the Securities Laws and other applicable securities laws, and acknowledges that no representation has been made respecting the applicable hold periods imposed by the Securities Laws or other resale restrictions applicable to such securities which restrict the ability of the Subscriber (or others for whom it is contracting hereunder) to resell such securities, that the Subscriber (or others for whom it is contracting hereunder) is solely responsible to find out what these restrictions are and the Subscriber is solely responsible (and neither the Fund nor its agents are in any way responsible) for compliance with applicable resale restrictions and the Subscriber is aware that it may not be able to resell such securities except in accordance with limited exemptions under the Securities Laws and other applicable securities laws.
- (t) No person has made any written or oral representations:
  - (i) that the Units will be listed or quoted, or that an application has been or will be made to list or quote the Units, on any stock exchange or quotation and trade reporting system;
  - (ii) that, after the Closing, any person will resell or repurchase the Units;
  - (iii) that any person will refund the Subscription Amount; or
  - (iv) as to the future market price or value of the Units.
- (u) The Subscriber is not identified on any list established under section 83.05(1) of the *Criminal Code* (Canada), or in any regulation promulgated under the *United Nations Act* (Canada), relating to anti-terrorism financing.
- (v) The Subscriber represents and warrants to the Fund that the funds representing the Subscription Amount in respect of the Units which will be advanced by the Subscriber to the Manager or Fund hereunder will not represent proceeds of crime for the purposes of the *Proceeds of Crime (Money Laundering) and Terrorist Financing Act* (Canada) (the "PCMLTFA") or the *Uniting and Strengthening America by Providing Appropriate Tools Required to Intercept and Obstruct Terrorism Act* (United States) (commonly referred to as the "USA PATRIOT Act") or similar legislation and you acknowledge that the Fund may in the future be required by law to disclose the Subscriber's name and other information relating to this Subscription Agreement and the Subscriber's subscription hereunder, on a confidential basis, pursuant to the PCMLTFA, USA PATRIOT Act or similar legislation. To the best of the Subscriber's knowledge: (A) none of the subscription funds provided by the Subscriber (i) have been or will be derived from or related to any activity that is deemed criminal under the laws of Canada, the United States of America, or any other jurisdiction, or (ii) are being tendered on behalf of a person or entity who has not been identified to the Subscriber; and (B) the Subscriber will promptly notify the Fund and Manager if the Subscriber discovers that any of such representations cease to be true, and to provide the Fund and Manager with appropriate information in connection therewith.
- (w) The Subscriber acknowledges and understands that the Organisation for Economic Co-operation and Development has established the *Financial Action Task Force* ("FATF") as an inter-governmental body whose purpose is the development and promotion of policies, both at national and international levels, to combat money laundering and terrorist financing, as a policy making body the FATF makes recommendations to governments concerning the engagement in transactions with and the provision of financial services to certain foreign countries, territories, entities and individuals and the list of non-cooperative countries and territories ("NCCTs"). None of: (i) the Subscriber; (ii) any person controlling or controlled by the Subscriber; (iii) if the Subscriber is a publicly held entity, any person having a beneficial interest in the Subscriber;

or (iv) any person for whom the Subscriber is acting as agent or nominee in connection with this investment; is a resident of a country or territory named on an FATF NCCT list, nor is a person or entity engaged in activities prohibited under the FATF guidelines. None of: (i) the Subscriber; (ii) any person controlling or controlled by the Subscriber; (iii) if the Subscriber is a privately held entity, any person having a beneficial interest in the Subscriber; or (iv) any person for whom the Subscriber is acting as agent or nominee in connection with this investment; is a Senior Foreign Political Figure, or any Immediate Family Member of a Senior Foreign Political Figure or Close Associate of a Senior Foreign Political Figure (as such terms are defined in the policies of FATF).

**7.2 Acknowledgements of the Subscriber.** The Subscriber acknowledges and agrees as follows:

- (a) If the Subscriber is acting as agent for a principal, and the Subscriber is not a trust corporation or trust company described in paragraph (p), or a registered adviser described in paragraph (q), of the definition of “accredited investor” in section 1.1 of NI 45-106 that is purchasing the Units on behalf of an account fully managed by it, then unless the context requires otherwise, any acknowledgement, representation, warranty, or covenant of the Subscriber in this Subscription Agreement will be deemed to also be an acknowledgement, representation, warranty, or covenant of the principal.
- (b) The Subscriber acknowledges that the Fund will pay an annual servicing fee equal to 1.00% per annum of the net asset value of the Units sold by a registered dealer in respect of the Units, payable quarterly in arrears. The amount of this fee will be deducted from distributions to holders of the Units. The Subscriber further acknowledges that the Manager is entitled to certain fees.
- (c) This is an offering made on a private basis without a prospectus and no federal, state, provincial or other agency has made any finding or determination as to the merits of the investment nor made any recommendation or endorsement of the Units and that:
  - (i) no prospectus or registration statement has been filed with any Securities Regulators in connection with this offering;
  - (ii) no securities commission, agency, governmental authority, regulatory body, stock exchange or other regulatory body has reviewed or passed on the merits of an investment in or endorsement of the Units;
  - (iii) the Subscriber may not receive information that would otherwise be required to be provided to the Subscriber under such securities legislation; and
  - (iv) in addition to releases contained in this Subscription Agreement, the Fund is relieved from certain obligations that would otherwise apply under applicable securities legislation.
- (d) The Fund is required to take measures to verify that the Subscriber is eligible to purchase the Units pursuant to exemptions from Securities Law and the Subscriber may be required to provide to the Fund additional information to confirm the Subscriber’s status, including information that independently confirms the Subscriber’s status as an accredited investor, such as provision of financial statements and tax returns or other evidence of eligibility, or the Subscriber’s relationship with a director, officer, founder or control person of the Fund.
- (e) A subscription of Units must be considered a high risk speculation and that no director, officer, founder, member, agent or employee of the Fund has made any representations with regard to the future value of the Units or any assets to be acquired or work to be done pursuant to his/her/its participation in the Fund.
- (f) The Fund may complete additional financings in the future, and such future financings may have a dilutive effect on current security holders of the Fund, including the Subscriber.
- (g) The Units have not been and will not be registered under the U.S. Securities Act, or any state securities laws, and the Units may not be offered or sold in the United States or to a U.S. person except in compliance with the requirements of an exemption from registration under the U.S. Securities Act and any applicable state securities laws.
- (h) The Subscriber’s ability to transfer the Units is limited by, among other things, the Securities Laws. The Units will be subject to statutory resale restrictions under the Securities Laws and under other applicable securities laws, and the Subscriber covenants that it will not resell the Units except in compliance with such laws and the Subscriber acknowledges that it is solely responsible (and the Fund is not in any way responsible) for such compliance.
- (i) The Subscriber is aware that the Units are being offered on a “private placement” basis.

- (j) The Subscriber is aware that no market for the Units currently exists in the United States, that the Units are being offered in a transaction not involving a public offering within the United States within the meaning of the U.S. Securities Act, that the Securities have not been and will not be registered under the U.S. Securities Act or the securities laws of any state, and that the Units may not be offered or sold, directly or indirectly, in the United States without registration under the U.S. Securities Act or compliance with the requirements of an exemption from registration and it acknowledges that the Fund has no present intention of filing a registration statement under the U.S. Securities Act in respect of any of its securities.
- (k) The Subscriber undertakes and agrees that it will not offer or sell any of the Units in the United States unless such securities are registered under the U.S. Securities Act and the securities laws of all applicable states of the United States, or an exemption from such registration requirement is available to the Subscriber and the Subscriber has furnished an opinion of counsel of recognized standing in form and substance satisfactory to the Fund and/or the Manager to that effect.
- (l) If the Subscriber is a U.S. Person, or purchasing the Units for the account or benefit of a U.S. Person, or a person in the United States, then the Subscriber also acknowledges and understands that upon issuance thereof, and until such time as the same is no longer required under the applicable requirements of the U.S. Securities Act or applicable state securities laws or regulations, the certificates representing the Units or in substitution thereof will also be required to be stamped with the following legend (or substantially equivalent language) restricting transfer in the following manner in the United States:

“THE SECURITIES REPRESENTED HEREBY HAVE NOT BEEN AND WILL NOT BE REGISTERED UNDER THE UNITED STATES SECURITIES ACT OF 1933, AS AMENDED (THE “U.S. SECURITIES ACT”). THE HOLDER HEREOF, BY PURCHASING SUCH SECURITIES AGREES FOR THE BENEFIT OF THE FUND THAT SUCH SECURITIES MAY BE OFFERED, SOLD PLEDGED OR OTHERWISE TRANSFERRED ONLY (A) TO THE FUND, (B) OUTSIDE THE UNITED STATES IN ACCORDANCE WITH RULE 904 OF REGULATION S UNDER THE U.S. SECURITIES ACT, IF APPLICABLE, (C) PURSUANT TO THE EXEMPTION FROM THE REGISTRATION REQUIREMENTS UNDER THE U.S. SECURITIES ACT PROVIDED BY RULE 144 THEREUNDER, IF AVAILABLE, AND IN ACCORDANCE WITH APPLICABLE STATE SECURITIES LAWS OR (D) IN A TRANSACTION THAT DOES NOT REQUIRE REGISTRATION UNDER THE U.S. SECURITIES ACT OR ANY APPLICABLE STATE LAWS AND REGULATIONS GOVERNING THE OFFER AND SALE OF SECURITIES, AND IN THE CASE OF (C) OR (D), THE HOLDER HAS PRIOR TO SUCH SALE FURNISHED TO THE FUND AN OPINION OF COUNSEL OR OTHER EVIDENCE OF EXEMPTION IN FORM AND SUBSTANCE REASONABLY SATISFACTORY TO THE FUND”;

- (m) There is no government or other insurance covering the Units.

7.3 **U.S. Subscribers.** If the Subscriber is a U.S. Subscriber, then:

- (a) The Subscriber understands and acknowledges that the Units have not been registered under the U.S. Securities Act or any state securities laws and that the sale of the Units contemplated hereby is being made to U.S. Accredited Investors in transactions not requiring registration under the U.S. Securities Act; accordingly the Units are “restricted securities” within the meaning Rule 144(a)(3) of the U.S. Securities Act.
- (b) The Subscriber has no contract, undertaking, agreement or arrangement with any person to sell, transfer or pledge to such person, or anyone else, the Units, or any part thereof, or any interest therein, and the Subscriber has no present plans to enter into any such contract, undertaking, agreement or arrangement.
- (c) The Subscriber acknowledges that the Fund has not and will not file a registration statement under the U.S. Securities Act in respect of the Units, that the Subscriber has not been supplied with any of the information that would be found in a registration statement if the Units were registered under the U.S. Securities Act and that there will be substantial restrictions on the transferability of, and that it may not be possible to liquidate the Subscriber’s investment readily in, the Units.
- (d) The Subscriber is a U.S. Accredited Investor and acknowledges that the Subscriber is acquiring the Units as an investment for its own account or for the benefit or account of a U.S. Accredited Investor as to which it exercises sole investment discretion and not with a view to any resale, distribution or other disposition of the Units in violation of the federal or state securities laws of the United States and the Subscriber certifies that the Subscriber is a resident in the jurisdiction set out on the Face Page, such address was not created and is not used solely for the purpose of acquiring the Units, and the Subscriber was solicited to acquire the Units and executed this Subscription Agreement in such jurisdiction.
- (e) The Subscriber understands and agrees that there may be material tax consequences to the Subscriber of an acquisition, holding or disposition of the Units. The Fund gives no opinion and makes no representation with respect to the tax

consequences to the Fund under United States, state, local or foreign tax law of the Subscriber's acquisition, holding or disposition of such securities, and the Subscriber acknowledges that it is solely responsible for determining the tax consequences of its investment.

- (f) The Subscriber understands that the Units may not be sold or transferred in the United States or to a U.S. Person or for the account or benefit of a U.S. Person or a person in the United States prior to a registration statement becoming effective unless an exemption is available from the registration requirements of the U.S. Securities Act and applicable state Securities Laws.
- (g) The Subscriber understands that if it decides to offer, sell, pledge or otherwise transfer the Units, such securities may be offered, sold or otherwise transferred only: (A) to the Fund; (B) outside the United States in accordance with Rule 904 of Regulation S, if available; (C) pursuant to the exemption from the registration requirements under the U.S. Securities Act provided by Rule 144 thereunder, if available, and in accordance with applicable state securities laws, or (D) in a transaction that does not require registration under the U.S. Securities Act or any applicable state securities laws, and in the case of (C) or (D), the holder has prior to such sale furnished to the Fund an opinion of counsel or other evidence of exemption in form and substance reasonably satisfactory to the Fund.
- (h) The Subscriber has not purchased the Units as a result of any form of general solicitation or general advertising (as those terms are used in Regulation D), including, but not limited to, advertisements, articles, notices or other communications published in any newspaper, magazine or similar media or broadcast over radio, television or the internet, or any seminar or meeting whose attendees have been invited by general solicitation or general advertising.
- (i) The Subscriber has not been formed solely for the purpose of entering into the transactions described herein.

7.4 **Reliance on Representations, Warranties, Covenants and Acknowledgements.** The Subscriber acknowledges and agrees that the representations, warranties, covenants and acknowledgements made by the Subscriber in this Subscription Agreement are made with the intention that they may be relied upon by the Manager and the Fund in determining the Subscriber's eligibility to purchase the Units under the Securities Laws or other applicable securities laws. The Subscriber further agrees that by accepting the Units, the Subscriber will be representing and warranting that such representations, warranties, acknowledgements and covenants are true as at the Closing Time with the same force and effect as if they had been made by the Subscriber at the Closing Time and that they will survive the purchase by the Subscriber of Units and will continue in full force and effect notwithstanding any subsequent disposition by the Subscriber of any of the Units.

## ARTICLE 8

### Survival of representations, warranties, and covenants

- 8.1 **Survival of Representations, Warranties, and Covenants of the Fund.** The representations, warranties, acknowledgements and covenants of the Fund contained in this Subscription Agreement will survive the Closing and, notwithstanding such Closing or any investigation made by or on behalf of the Subscriber with respect thereto, will continue in full force and effect for the benefit of the Subscriber.
- 8.2 **Survival of Representations, Warranties and Covenants of the Subscriber.** The representations, warranties, acknowledgements and covenants of the Subscriber contained in this Subscription Agreement will survive the Closing and, notwithstanding such Closing or any investigation made by or on behalf of the Fund or the Manager with respect thereto, will continue in full force and effect for the benefit of the Fund and the Manager.

## ARTICLE 9

### Collection of personal information

- 9.1 **Collection of Personal Information.** The Subscriber hereby acknowledges and understands that:
  - (a) The information provided by the Subscriber on the Face Page identifying the name, address and telephone number of the Subscriber, whether the Subscriber is an "insider" of the Fund and/or a "registrant" as each term is defined under the Securities Laws, the number of Units being purchased hereunder and the Subscription Amount as well as the Closing Date and the exemption that the Subscriber is relying on in purchasing the Units will be disclosed to the Securities Regulators, and such information is being indirectly collected by such Securities Regulators under the authority granted under Securities Laws. This information is being collected for the purposes of the administration and enforcement of the Securities Laws and may be disclosed to the public by such Securities Regulators in accordance with securities legislation. Each Subscriber hereby authorizes the indirect collection and disclosure of such information by the applicable securities regulatory authorities in each of the jurisdictions in which the offering of Units is made. In the event the Subscriber has

any questions with respect to the indirect collection of such information by the Securities Regulator, the Subscriber should contact the appropriate Securities Regulator at set out in Appendix V attached hereto.

- (b) The Subscriber acknowledges and consents to the fact that the Fund and/or the Manager is collecting the Subscriber's personal information (as that term is defined under applicable privacy legislation, including, without limitation, the *Personal Information Protection and Electronic Documents Act* (Canada) and any other applicable similar, replacement or supplemental provincial or federal legislation or laws in effect from time to time), or that of each beneficial purchaser for whom it is contracting hereunder, for the purpose of completing this Subscription Agreement. The Subscriber acknowledges and consents to the Manager and/or the Fund retaining such personal information for as long as permitted or required by law or business practices. The Subscriber further acknowledges and consents to the fact that the Manager and/or the Fund may be required by the Securities Laws and the rules and policies of any stock exchange to provide regulatory authorities with any personal information provided by the Subscriber in this Subscription Agreement. In addition to the foregoing, the Subscriber agrees and acknowledges that the Manager and/or the Fund may use and disclose its personal information as follows:
- (i) for internal use with respect to managing the relationships between and contractual obligations of the Manager and/or the Fund and the Subscriber;
  - (ii) for use and disclosure for income tax related purposes, including without limitation, where required by law, disclosure to Canada Revenue Agency;
  - (iii) disclosure to stock exchanges, securities regulatory authorities and other regulatory bodies with jurisdiction with respect to listing applications, prospectus filings, reports of distributions or trades, and other similar regulatory filings;
  - (iv) disclosure to a governmental or other authority to which the disclosure is required by court order or subpoena compelling such disclosure and where there is no reasonable alternative to such disclosure;
  - (v) disclosure to professional advisers of the Manager and/or the Fund in connection with the performance of their professional services;
  - (vi) disclosure to any person where such disclosure is necessary for legitimate business reasons and is made with the Subscriber's prior written consent;
  - (vii) by including it in closing books relating to the offering contemplated hereby;
  - (viii) disclosure to a court determining the rights of the parties under this Subscription Agreement; or
  - (ix) for use and disclosure as otherwise required or permitted by law.

The contact information for the officer of the Fund who can answer questions about the collection of information by the Fund is as follows:

Name and Title:	Cameron Reid, Chief Investment Officer
Issuer Name:	Proof Capital Growth & Income Fund.
Address:	817 Rideau Road SW Calgary, AB T2S 0S1
Phone No.:	(403) 333-9821
E-mail:	cameron.reid@proofcapital.ca

#### **ARTICLE 10** **Miscellaneous**

- 10.1 **Further Assurances.** Each of the parties hereto upon the request of each of the other parties hereto, whether before or after the Closing Time, will do, execute, acknowledge and deliver or cause to be done, executed, acknowledged and delivered all such further acts, deeds, documents, assignments, transfers, conveyances, powers of attorney and assurances as may reasonably be necessary or desirable to complete the transactions contemplated herein.
- 10.2 **Notices.**



- (a) Any notice, direction or other instrument required or permitted to be given to any party hereto will be in writing and will be sufficiently given if delivered personally, or transmitted by facsimile tested prior to the transmission to such party, as follows:
- (i) in the case of the Fund, to:
- |                 |                                            |
|-----------------|--------------------------------------------|
| Name and Title: | Cameron Reid, Chief Investment Officer     |
| Issuer Name:    | Proof Capital Growth & Income Fund.        |
| Address:        | 817 Rideau Road SW<br>Calgary, AB, T2S 0S1 |
| Phone No.:      | (403) 333-9821                             |
| E-mail:         | cameron.reid@proofcapital.ca               |
- (ii) in the case of the Subscriber, at the address specified on the Face Page.
- (b) Such notice, direction or other instrument, if delivered personally, will be deemed to have been given and received on the day on which it was delivered, provided that if such day is not a Business Day then the notice, direction or other instrument will be deemed to have been given and received on the first Business Day next following such day and if transmitted by fax, will be deemed to have been given and received on the day of its transmission, provided that if such day is not a Business Day or if it is transmitted or received after the end of normal business hours then the notice, direction or other instrument will be deemed to have been given and received on the first Business Day following the day of such transmission.
- (c) Any party hereto may change its address for service from time to time by notice given to each of the other parties hereto in accordance with the foregoing provisions.

- 10.3 **Time of the Essence.** Time will be of the essence of this Subscription Agreement and every part hereof.
- 10.4 **Costs and Expenses.** All costs and expenses (including, without limitation, the fees and disbursements of legal counsel) incurred in connection with this Subscription Agreement and the transactions herein contemplated will be paid and borne by the party incurring such costs and expenses.
- 10.5 **Applicable Law.** This Subscription Agreement will be construed and enforced in accordance with, and the rights of the parties will be governed by, the laws of the Province of British Columbia and the federal laws of Canada applicable therein. Any and all disputes arising under this Subscription Agreement, whether as to interpretation, performance or otherwise, will be subject to the exclusive jurisdiction of the courts of the Province of British Columbia and each of the parties hereto hereby irrevocably attorns to the jurisdiction of the courts of the Province of British Columbia and waives objection to the venue of any proceeding in such court or that such court provides an inconvenient forum.
- 10.6 **Entire Agreement.** This Subscription Agreement, including any Schedules hereto, constitutes the entire agreement between the parties hereto with respect to the transactions contemplated herein and cancels and supersedes any prior understandings, agreements, negotiations and discussions between the parties. There are no representations, warranties, terms, conditions, undertakings or collateral agreements or understandings, express or implied, between the parties hereto other than those expressly set forth in this Subscription Agreement or in any such agreement, certificate, affidavit, statutory declaration or other document as set out in this Subscription Agreement. This Subscription Agreement may not be amended or modified in any respect except by written instrument executed by each of the parties hereto.
- 10.7 **Representation and conflict.** It is hereby acknowledged by each of the parties hereto that counsel to the Fund and the Manager acts solely for the Fund and the Manager, and that the Subscriber has obtained independent legal advice with respect to his/her/its review and execution of this Subscription Agreement. It is hereby further acknowledged and agreed by the parties hereto that such counsel, and certain or all of its partners or associates, from time to time, may have both an economic or securities interest in the Fund or its business and/or a position as a director, officer or similar relationship arising at the request of the Fund to act in such capacity while acting for the Fund as counsel. Any conflict or appearance of conflict is hereby waived and it is agreed that such does not give rise to a duty to the Subscriber and the Subscriber does not rely upon such solicitors for any purpose.
- 10.8 **Counterparts.** This Subscription Agreement may be executed in two or more counterparts, each of which will be deemed to be an original and all of which together will constitute one and the same Subscription Agreement. Counterparts may be delivered either in original, faxed or PDF/email attachments form and the parties adopt any signature received in such manner as original signatures of the parties.

- 10.9 **Assignment.** This Subscription Agreement may not be assigned by either party except with the prior written consent of the other parties hereto.
- 10.10 **Enurement.** This Subscription Agreement will enure to the benefit of and be binding upon the parties hereto and their respective heirs, executors, successors (including any successor by reason of the amalgamation or merger of any party), administrators and permitted assigns.
- 10.11 **Beneficial Subscribers.** Whether or not explicitly stated in this Subscription Agreement, any acknowledgement, representation, warranty, covenant or agreement made by the Subscriber in this Subscription Agreement, including the Schedule hereto, will be treated as if made by the disclosed beneficial subscriber, if any.
- 10.12 **Language of Documents.** It is the express wish of the parties to this Agreement that the Agreement and all related documents be drafted in English. Les parties aux présentes conviennent et exigent que cette convention ainsi que tous les documents s'y rattachant soient rédigés en langue Anglais.

[END OF TERMS AND CONDITIONS FOR SUBSCRIPTION OF UNITS OF PROOF CAPITAL GROWTH & INCOME FUND]

**APPENDIX I****Canadian Accredited Investor Certificate**

The Subscriber must sign two copies of this form. Send the Manager one signed copy and keep one copy for your records.

**THE SUBSCRIBER IS AN "ACCREDITED INVESTOR" BY VIRTUE OF BEING:**

[Please place your initials beside all applicable categories.]

(a) _____	except in Ontario, a Canadian financial institution (as defined under NI 45-106) or Schedule III bank (as defined in NI 45-106), and in Ontario, a financial institution as described in paragraph 1, 2 or 3 of subsection 73.1 of the <i>Securities Act</i> (Ontario); or
(b) _____	the Business Development Bank of Canada incorporated under the <i>Business Development Bank of Canada Act</i> (Canada); or
(c) _____	a subsidiary (as defined in NI 45-106) of any person referred to in paragraphs (a) or (b), if the person owns all of the voting securities of the subsidiary, except the voting securities required by law to be owned by directors of that subsidiary; or
(d) _____	except in Ontario, a person registered under the securities legislation of a jurisdiction of Canada as an adviser or dealer, and in Ontario, a person or company (as defined in the <i>Securities Act</i> (Ontario)) registered under the securities legislation of a province or territory of Canada as an adviser or dealer, except as otherwise prescribed by the regulations made under the <i>Securities Act</i> (Ontario); or
(e) _____	an individual registered under the securities legislation of a jurisdiction of Canada as a representative of a person referred to in paragraph (d); or
(e.1) _____	an individual formerly registered under the securities legislation of a jurisdiction of Canada, other than an individual formerly registered solely as a representative of a limited market dealer under one or both of the <i>Securities Act</i> (Ontario) or the <i>Securities Act</i> (Newfoundland and Labrador); or
(f) _____	the Government of Canada or a jurisdiction of Canada, or any crown corporation, agency or wholly owned entity of the Government of Canada or a jurisdiction of Canada; or
(g) _____	a municipality, public board or commission in Canada and a metropolitan community, school board, the Comite de gestion de la taxe scolaire de l'île de Montreal or an intermunicipal management board in Quebec; or
(h) _____	any national, federal, state, provincial, territorial or municipal government of or in any foreign jurisdiction, or any agency of that government; or
(i) _____	a pension fund that is regulated by either the Office of the Superintendent of Financial Institutions (Canada) or a pension commission or similar regulatory authority of a jurisdiction of Canada; or
(j) _____	an individual who, either alone or with a spouse (as defined in NI 45-106), beneficially owns financial assets (as defined in NI 45-106) having an aggregate realizable value that before taxes, but net of any related liabilities (as defined in NI 45-106), exceeds \$1,000,000; or <b>[Instructions: If this category (j) is selected, the Form 45-106F9 - Form for Individual Accredited Investors must be completed]</b>
(j.1) _____	an individual who beneficially owns financial assets (as defined in NI 45-106) having an aggregate realizable value that, before taxes but net of any related liabilities (as defined in NI 45-106), exceeds \$5,000,000; or
(k) _____	an individual whose net income before taxes exceeded \$200,000 in each of the two most recent calendar years or whose net income before taxes combined with that of a spouse (as defined in NI 45-106) exceeded \$300,000 in each of the two most recent calendar years and who, in either case, reasonably expects to exceed that net income level in the current calendar year; or <b>[Instructions: If this category (k) is selected, the Form 45-106F9 Form for Individual Accredited Investors must be completed.]</b>
(l) _____	an individual who, either alone or with a spouse (as defined in NI 45-106), has net assets of at least \$5,000,000; or <b>[Instructions: If this category (l) is selected, the Form 45-106F9 Form for Individual Accredited Investors must be completed.]</b>

(m) _____	a person, other than an individual or investment fund (as defined in securities legislation), that has net assets of at least \$5,000,000 as shown on its most recently prepared financial statements and was not created, or is used, solely to purchase or hold securities as an accredited investor; or <b>[Note: Not available if the person was created, or is used, solely to purchase or hold securities as an accredited investor under this category.]</b>
(n) _____	an investment fund (as defined in securities legislation) that distributes or has distributed its securities only to: (i) a person that is or was an accredited investor at the time of the distribution, (ii) a person that acquires or acquired securities in the circumstances referred to in Sections 2.10 – [ <i>Minimum Amount Investment</i> ] and 2.19 – [ <i>Additional Investment in Investment Funds</i> ] of NI 45-106, or (iii) a person described in paragraph (i) or (ii) that acquires or acquired securities under Section 2.18 – [ <i>Investment Fund Reinvestments</i> ] of NI 45-106; or
(o) _____	an investment fund (as defined in securities legislation) that distributes or has distributed securities under a prospectus in a jurisdiction of Canada for which the regulator, or in Quebec, the securities regulatory authority, has issued a receipt; or
(p) _____	a trust company or trust corporation registered or authorized to carry on business under the <i>Trust and Loan Companies Act</i> (Canada) or under comparable legislation in a jurisdiction of Canada or a foreign jurisdiction, acting on behalf of a fully managed account managed by the trust company or trust corporation, as the case may be; or <b>[Note: A trust company or trust corporation described in this category (p) is deemed to be purchasing as principal (unless it is registered under the laws of Prince Edward Island and is not registered or authorized under the <i>Trust and Loan Companies Act</i> (Canada) or under comparable legislation in another jurisdiction of Canada.)]</b>
(q) _____	a person acting on behalf of a fully managed account (as defined in NI 45-106) managed by that person, if that person is registered or authorized to carry on business as an adviser or the equivalent under the securities legislation of a jurisdiction of Canada or a foreign jurisdiction; or <b>[Note: A person described in this category (q) is deemed to be purchasing as principal]</b>
(r) _____	a registered charity under the <i>Income Tax Act</i> (Canada) that, in regard to the trade, has obtained advice from an eligibility adviser or an adviser registered under the securities legislation of the jurisdiction of the registered charity to give advice on the securities being traded; or
(s) _____	an entity organized in a foreign jurisdiction that is analogous to any of the entities referred to in paragraphs (a) through (d) or paragraph (i) in form and function; or
(t) _____	a person in respect of which all of the owners of interests, direct, indirect, or beneficial, except the voting securities required by law to be owned by directors, are persons that are accredited investors;
(u) _____	an investment fund (as defined in securities legislation) that is advised by a person registered as an adviser or a person that is exempt from registration as an adviser;
(v) _____	a person that is recognized or designated by the securities regulatory authority or, except in Quebec, the regulator as an accredited investor; or
(w) _____	a trust established by an accredited investor for the benefit of the accredited investor's family members of which a majority of the trustees are accredited investors and all of the beneficiaries are the accredited investor's spouse (as defined in securities legislation), a former spouse of the accredited investor or a parent, grandparent, brother, sister, child or grandchild of that accredited investor, of that accredited investor's spouse or of that accredited investor's former spouse.

Date: \_\_\_\_\_

\_\_\_\_\_  
Signature of individual (if Subscriber is an individual)\_\_\_\_\_  
Authorized signatory (if Subscriber is not an individual)**Please print:**\_\_\_\_\_  
Name of Subscriber (if Subscriber is an individual)\_\_\_\_\_  
Name and Title of authorized signatory (if Subscriber is not an individual)

**DEFINED TERMS FOR APPENDIX I**

1. **“Canadian financial institution”** means:
  - (a) an association governed by the Cooperative Credit Associations Act (Canada) or a central cooperative credit society for which an order has been made under section 473(1) of the Cooperative Credit Associations Act (Canada); or
  - (b) a bank, loan corporation, trust company, trust corporation, insurance company, treasury branch, credit union, caisse populaire, financial services cooperative, or league that, in each case, is authorized by an enactment of Canada or a jurisdiction of Canada to carry on business in Canada or a jurisdiction of Canada;
2. **“control person”** has the meaning ascribed to that term in securities legislation except in Manitoba, Ontario, Quebec, Nova Scotia, Newfoundland and Labrador, Prince Edward Island, the Northwest Territories and Nunavut where “control person” means any person that holds or is one of a combination of persons that hold:
  - (a) a sufficient number of any of the securities of an issuer so as to affect materially the control of the issuer; or
  - (b) more than 20% of the outstanding voting securities of an issuer except where there is evidence showing that the holding of those securities does not affect materially the control of that issuer;
3. **“director”** means:
  - (a) a member of the board of directors of a company or an individual who performs similar functions for a company; and
  - (b) with respect to a person that is not a company, an individual who performs functions similar to those of a director of a company;
4. **“eligibility adviser”** means:
  - (a) a person that is registered as an investment dealer or in an equivalent category of registration under the securities legislation of the jurisdiction of a Subscriber and authorized to give advice with respect to the type of security being distributed; and
  - (b) in Saskatchewan or Manitoba, also means a lawyer who is a practicing member in good standing with a law society of a jurisdiction of Canada or a public accountant who is a member in good standing of an institute or association of chartered accountants, certified general accountants or certified management accountants in a jurisdiction of Canada provided that the lawyer or public accountant must not:
    - i. have a professional, business or personal relationship with the issuer, or any of its directors, executive officers, founders or control persons; and
    - ii. have acted for or been retained personally or otherwise as an employee, executive officer, director, associate or partner of a person that has acted for or been retained by the issuer or any of its directors, executive officers, founders or control persons within the previous 12 months;
5. **“executive officer”** means, for an issuer, an individual who is:
  - (a) a chair, vice-chair or president;
  - (b) a vice-president in charge of a principal business unit, division or function including sales, finance or production;
  - (c) an officer of the issuer or any of its subsidiaries and who performs a policy-making function in respect of the issuer; or
  - (d) performing a policy-making function in respect of the issuer;
6. **“financial assets”** means (i) cash, (ii) securities or (iii) a contract of insurance, a deposit or an evidence of a deposit that is not a security for the purposes of securities legislation. These financial assets are generally liquid or relatively easy to liquidate. The value of a purchaser’s personal residence would not be included in a calculation of financial assets;
7. **“financial statements”** for the purposes of paragraph (m) of the “accredited investor” definition must be prepared in accordance with generally accepted accounting principles;

8. **“founder”** means, in respect of an issuer, a person who:
- (a) acting alone, in conjunction or in concert with one or more persons, directly or indirectly, takes the initiative in founding, organizing or substantially reorganizing the business of the issuer; and
  - (b) at the time of the trade is actively involved in the business of the issuer;
9. **“fully managed account”** means an account of a client for which a person makes the investment decisions if that person has full discretion to trade in securities for the account without requiring the client’s express consent to a transaction;
10. **“investment fund”** has the meaning ascribed thereto in National Instrument 81-106 - *Investment Fund Continuous Disclosure*;
11. **“person”** includes:
- (a) an individual;
  - (b) a corporation;
  - (c) a partnership, trust, fund and association, syndicate, organization or other organized group of persons, whether incorporated or not; and,
  - (d) an individual or other person in that person’s capacity as a trustee, executor, administrator or personal or other legal representative;
12. **“person”** in Ontario means an individual, partnership, unincorporated association, unincorporated syndicate, unincorporated organization, trust, trustee, executor, administrator or other legal representative;
13. **“net assets”** means all of the purchaser’s total assets minus all of the purchaser’s total liabilities. Accordingly, for the purposes of the net asset test, the calculation of total assets would include the value of a purchaser’s personal residence and the calculation of total liabilities would include the amount of any liability (such as a mortgage) in respect of the purchaser’s personal residence. To calculate a purchaser’s net assets under the “accredited investor” definition, subtract the purchaser’s total liabilities from the purchaser’s total assets (including real estate). The value attributed to assets should reasonably reflect their estimated fair value. Income tax should be considered a liability if the obligation to pay it is outstanding at the time of the distribution of the security;
14. **“related liabilities”** means:
- (a) liabilities incurred or assumed for the purpose of financing the acquisition or ownership of financial assets; or
  - (b) liabilities that are secured by financial assets;
15. **“Schedule III bank”** means an authorized foreign bank named in Schedule III of the Bank Act (Canada);
16. **“spouse”** means an individual who:
- (a) is married to another individual and is not living separate and apart within the meaning of the Divorce Act (Canada), from the other individual;
  - (b) Is living with another individual in a marriage-like relationship, including a marriage-like relationship between individuals of the same gender; or
  - (c) in Alberta, is an individual referred to in paragraph (i) or (ii) immediately above or is an adult interdependent partner within the meaning of the Adult Interdependent Relationships Act (Alberta); and
17. **“subsidiary”** means an issuer that is controlled directly or indirectly by another issuer and includes a subsidiary of that subsidiary.

**All monetary references are in Canadian Dollars**

**APPENDIX II****Risk Acknowledgement – Form 45-106F9 For Individual Accredited Investors****WARNING**

**This investment is risky. Don't invest unless you can afford to lose all the money you pay for this investment.**

<b>SECTION 1 TO BE COMPLETED BY THE ISSUER OR SELLING SECURITYHOLDER</b> <i>(Office Use Only)</i>	
<b>1. About your investment</b>	
<b>Type of securities:</b> Fund Units	<b>Issuer:</b> Proof Capital Growth & Income Fund
<b>Purchased from:</b> _____	
<b>SECTIONS 2 TO 4 TO BE COMPLETED BY THE PURCHASER</b>	
<b>2. Risk acknowledgement</b> - This investment is risky. Initial that you understand that:	<b>Your initials</b>
<b>Risk of loss</b> – You could lose your entire investment of \$_____. <i>[instruction: Insert the total dollar amount of the investment.]</i>	
<b>Liquidity risk</b> – You may not be able to sell your investment quickly – or at all.	
<b>Lack of information</b> – You may receive little or no information about your investment.	
<b>Lack of advice</b> – You will not receive advice from the sales person about whether this investment is suitable for you unless the sales person is registered. The sales person is the person who meets with, or provides information to, you about making this investment. To check whether the sales person is registered, go to <a href="http://www.aretheyregistered.ca">www.aretheyregistered.ca</a> .	
<b>3. Accredited investor status</b>	
You must meet at least <b>one</b> of the following criteria to be able to make this investment. Initial the statement that applies to you. (You may initial more than one statement.) The person identified in section 6 is responsible for ensuring that you meet the definition of Accredited Investor. That person, or the sales person identified in section 5, can help you if you have questions about whether you meet these criteria.	<b>Your initials</b>
<ul style="list-style-type: none"> <li>Your net income before taxes was more than \$200,000 in each of the 2 most recent calendar years, and you expect it to be more than \$200,000 in the current calendar year. (You can find your net income before taxes on your personal income tax return.)</li> </ul>	
<ul style="list-style-type: none"> <li>Your net income before taxes combined with your spouse's was more than \$300,000 in each of the 2 most recent calendar years, and you expect your combined net income before taxes to be more than \$300,000 in the current calendar year.</li> </ul>	
<ul style="list-style-type: none"> <li>Either alone or with your spouse, you own more than \$1 million in cash and securities, after subtracting any debt related to the cash and securities.</li> </ul>	
<ul style="list-style-type: none"> <li>Either alone or with your spouse, you have net assets worth more than \$5 million. (Your net assets are your total assets (including real estate) minus your total debt.)</li> </ul>	
<b>4. Your name and signature</b>	
By signing this form, you confirm that you have read this form and you understand the risks of making this investment as identified in this form.	
First and last name (please print):	
Signature:	Date:

**SECTION 5 TO BE COMPLETED BY THE SALESPERSON** *(Office Use Only)***5. Sales person information**

**The salesperson is the person who meets with, or provides information to, the purchaser with respect to making this investment. That could include a representative of the issuer or selling security holder, a registrant or a person who is exempt from the registration requirement.**

First and last name of sales person (please print):

Telephone:

Email:

Name of firm (if registered):

**SECTION 6 TO BE COMPLETED BY THE ISSUER OR SELLING SECURITY HOLDER** *(Office Use Only)***6. For more information about this investment**

**Name:** Proof Capital Growth & Income Fund  
**Address:** 817 Rideau Road SW, Calgary, AB, T2S 0S1  
**Telephone:** +1 (403) 333-9821  
**E-mail:** info@proofcapital.ca  
**Website:** www.proofcapital.ca

**For more information about prospectus exemptions, contact your local securities regulator. You can find contact information at [www.securities-administrators.ca](http://www.securities-administrators.ca).**

**FORM INSTRUCTIONS:**

1. *This form does not mandate the use of a specific font size or style but the font must be legible.*
2. *The information in sections 1, 5 and 6 must be completed before the purchaser completes and signs the form.*
3. *The purchaser must sign this form. Each of the purchaser and the issuer/selling security holder must receive a copy of this form by the signed purchaser. The issuer/selling security holder is required to keep a copy of this for 8 years after the distribution.*



**APPENDIX III**

**Offshore Investor Certificate (Non-U.S. and Non-Canadian Subscribers)**

*Capitalized terms not specifically defined in this Form have the meaning ascribed to them in the Subscription Agreement.*

**TO: PROOF CAPITAL GROWTH & INCOME FUND** (the "**Fund**")  
**AND TO: QWEST INVESTMENT FUND MANAGEMENT LTD.** (the "**Manager**")

In connection with the purchase by the undersigned subscriber (the "**Subscriber**") of units ("**Units**") of Proof Capital Growth & Income Fund (the "**Fund**"), the Subscriber on its own behalf and (if applicable) on behalf of others for whom it is acting hereunder, hereby represents, warrants, covenants and certifies to and with the Fund, the Manager and their respective counsel (and acknowledges that the Fund, the Manager and their respective counsel are relying thereon) that the undersigned is not a resident in the United States or Canada and is not a "U.S. Person" (as defined in Regulation S promulgated under the U.S. Securities Act), is not purchasing the Units for the account or benefit of a U.S. Person or a person in the United States (as defined in Regulation S) or a Canadian Person, and is otherwise subject to, the securities laws of a jurisdiction other than Canada or the United States, and:

- (a) the Subscriber is, and (if applicable) any other purchaser for whom it is acting hereunder, is:
  - i. a purchaser that is recognized by the securities regulators in the jurisdiction in which it is, and (if applicable) any other purchaser for whom it is acting hereunder is resident or otherwise subject to the securities laws of such jurisdiction as an exempt purchaser and is purchasing the Units as principal for its, or (if applicable) each such other purchaser's, own account, and not for the benefit of any other person, corporation, firm or other organization has a beneficial interest in the said securities being purchased, or purchasing the securities as agent or trustee for the principal disclosed on the cover page of this Subscription Agreement and each disclosed principal for whom the Subscriber is acting is purchasing as principal for its own account, and not a view to resale or distribution; or
  - ii. a purchaser which is purchasing the Units pursuant to an exemption from any prospectus or securities registration requirements available to the Fund, the Subscriber and any such other purchaser under applicable securities laws of their jurisdiction of residence or to which the Subscriber and any such other purchaser are otherwise subject to, and the Subscriber and any such other purchaser will deliver to the Fund such particulars of the exemption and their qualification thereunder as the Fund may reasonably request;
- (b) the purchase of the Units by the Subscriber, and (if applicable) each such other purchaser, does not contravene any of the applicable securities laws in such jurisdiction and does not trigger: (i) any obligation of the Fund or the Manager to prepare and file a prospectus, an offering memorandum or similar document; or (ii) any obligations of the Fund or the Manager to make any filings with or seek any approvals of any kind from any regulatory body in such jurisdiction or any other ongoing reporting requirements with respect to such purchase or otherwise; or (iii) any registration or other obligation on the part of the Fund or the Manager;
- (c) the Subscriber is knowledgeable of, and has been independently advised as to, the securities laws of such jurisdiction as applicable to this Subscription Agreement; and
- (d) the Subscriber, and (if applicable) any other purchaser for whom it is acting hereunder, will not sell or otherwise dispose of any Units, except in accordance with the Securities Laws and any other applicable securities laws, and if the Subscriber sells or otherwise disposes of any Units to a person other than a resident of Canada, the Subscriber will obtain from such purchaser representations, warranties and covenants in the same form as provided in this Form and will comply with such other requirements as the Fund or the Manager may reasonably require.

Date:		
<b>Please print:</b>	Signature of individual (if Subscriber <b>is</b> an individual)	Authorized signatory (if Subscriber <b>is not</b> an individual)
	Name of Subscriber (if Subscriber <b>is</b> an individual)	Name and Title of authorized signatory (if Subscriber <b>is not</b> an individual)

**APPENDIX IV****U.S. Accredited Investor Certificate**

**TO: PROOF CAPITAL GROWTH & INCOME FUND** (the "**Fund**")  
**AND TO: QWEST INVESTMENT FUND MANAGEMENT LTD.** (the "**Manager**")

In connection with the purchase by the undersigned subscriber (the "**Subscriber**") of units ("**Units**") of the Fund, the Subscriber hereby represents, warrants, covenants and certifies that the undersigned (or any beneficial purchaser on whose behalf it is acting) is a U.S. Subscriber (as such term is defined in the Subscription Agreement to which this Certificate is attached), is an "Accredited Investor" as defined in Rule 501(a) of Regulation D under the U.S. Securities Act as a result of satisfying one or more of the following categories of Accredited Investor below to which the undersigned has affixed his or her initials:

_____	Category 1.	A bank, as defined in Section 3(a)(2) of the United States <i>Securities Act of 1933</i> (the "U.S. Securities Act"), whether acting in its individual or fiduciary capacity; or
_____	Category 2.	A savings and loan association or other institution as defined in Section 3(a)(5)(A) of the U.S. Securities Act, whether acting in its individual or fiduciary capacity; or
_____	Category 3.	A broker or dealer registered pursuant to Section 15 of the <i>Securities Exchange Act of 1934</i> ; or
_____	Category 4.	An insurance company as defined in Section 2(a)(13) of the U.S. Securities Act; or
_____	Category 5.	An investment company registered under the <i>Investment Company Act of 1940</i> ; or
_____	Category 6.	A business development company as defined in Section 2(a)(48) of the <i>Investment Company Act of 1940</i> ; or
_____	Category 7.	A small business investment company licensed by the U.S. Small Business Administration under Section 301(c) or (d) of the <i>Small Business Investment Act of 1958</i> ; or
_____	Category 8.	A plan established and maintained by a state, its political subdivision or any agency or instrumentality of a state or its political subdivisions, for the benefit of its employees, with assets in excess of US\$5,000,000; or
_____	Category 9.	An employee benefit plan within the meaning of the <i>Employee Retirement Income Security Act of 1974</i> in which the investment decision is made by a plan fiduciary, as defined in Section 3(21) of such Act, which is either a bank, savings and loan association, insurance company or registered investment advisor, or an employee benefit plan with total assets in excess of US\$5,000,000 or, if a self-directed plan, the investment decisions are made solely by persons who are accredited investors; or
_____	Category 10.	A private business development company as defined in Section 202(a)(22) of the <i>Investment Advisors Act of 1940</i> ; or
_____	Category 11.	An organization described in Section 501(c)(3) of the <i>Internal Revenue Code</i> , a corporation, a Massachusetts or similar business trust, or a partnership, not formed for the specific purpose of acquiring the Purchased Securities, with total assets in excess of US\$5,000,000; or
_____	Category 12.	A director, executive officer or general partner of the Fund; or

_____	Category 13.	A natural person whose individual net worth, or joint net worth with that person's spouse, at the time of purchase, exceeds US\$1,000,000 (for the purposes of calculating net worth, (i) the person's primary residence shall not be included as an asset; (ii) indebtedness that is secured by the person's primary residence, up to the estimated fair market value of the primary residence at the time of this certification, shall not be included as a liability (except that if the amount of such indebtedness outstanding at the time of this certification exceeds the amount outstanding 60 days before such time, other than as a result of the acquisition of the primary residence, the amount of such excess shall be included as a liability); and (iii) indebtedness that is secured by the person's primary residence in excess of the estimated fair market value of the primary residence shall be included as a liability); or
_____	Category 14.	A natural person who had an individual income in excess of US\$200,000 in each year of the two most recent years or joint income with that person's spouse in excess of US\$300,000 in each of those years and has a reasonable expectation of reaching the same income level in the current year; or
_____	Category 15.	A trust, with total assets in excess of US\$5,000,000, not formed for the specific purpose of acquiring the securities offered, whose purchase is directed by a sophisticated person as described in SEC Rule 506(b)(2)(ii); or
_____	Category 16.	An entity in which each of the equity owners meets the requirements of one of the above categories. <i>(if this is your applicable category, each equity owner of the entity must individually complete and submit to the Fund it own copy of this Certificate for U.S. Accredited Investors)</i>

Date: _____				
<table border="0" style="width: 100%;"> <tr> <td style="width: 50%; text-align: center;">_____ Signature of individual (if Subscriber <b>is</b> an individual)</td> <td style="width: 50%; text-align: center;">_____ Authorized signatory (if Subscriber <b>is not</b> an individual)</td> </tr> <tr> <td style="width: 50%; text-align: center;">_____ Name of Subscriber (if Subscriber <b>is</b> an individual)</td> <td style="width: 50%; text-align: center;">_____ Name and Title of authorized signatory (if Subscriber <b>is not</b> an individual)</td> </tr> </table>	_____ Signature of individual (if Subscriber <b>is</b> an individual)	_____ Authorized signatory (if Subscriber <b>is not</b> an individual)	_____ Name of Subscriber (if Subscriber <b>is</b> an individual)	_____ Name and Title of authorized signatory (if Subscriber <b>is not</b> an individual)
_____ Signature of individual (if Subscriber <b>is</b> an individual)	_____ Authorized signatory (if Subscriber <b>is not</b> an individual)			
_____ Name of Subscriber (if Subscriber <b>is</b> an individual)	_____ Name and Title of authorized signatory (if Subscriber <b>is not</b> an individual)			

**Please print:**

**APPENDIX V****CONTACT INFORMATION FOR THE CANADIAN SECURITIES REGULATORS****Alberta Securities Commission**

Suite 600, 250 - 5th Street SW  
 Calgary, Alberta T2P 0R4  
 Telephone: (403) 297-6454  
 Toll free in Canada: 1-877-355-0585  
 Facsimile: (403) 297-2082

**British Columbia Securities Commission**

P.O. Box 10142, Pacific Centre  
 701 West Georgia Street  
 Vancouver, British Columbia V7Y 1L2  
 Toll free in Canada: 1-800-373-6393  
 Facsimile: (604) 899-6581  
 Email: [inquiries@bcsc.bc.ca](mailto:inquiries@bcsc.bc.ca)

**The Manitoba Securities Commission**

500 - 400 St. Mary Avenue  
 Winnipeg, Manitoba R3C 4K5  
 Telephone: (204) 945-2548  
 Toll free in Manitoba 1-800-655-5244  
 Facsimile: (204) 945-0330

**Financial and Consumer Services Commission (New Brunswick)**

85 Charlotte Street, Suite 300  
 Saint John, New Brunswick E2L 2J2  
 Telephone: (506) 658-3060  
 Toll free in Canada: 1-866-933-2222  
 Facsimile: (506) 658-3059  
 Email: [info@fcnb.ca](mailto:info@fcnb.ca)

**Government of Newfoundland and Labrador Financial Services Regulation Division**

P.O. Box 8700, Confederation Building  
 2nd Floor, West Block, Prince Philip Drive  
 St. John's, Newfoundland and Labrador A1B 416  
 Attention: Director of Securities  
 Telephone: (709) 729-4189  
 Facsimile: (709) 729-6187

**Nova Scotia Securities Commission**

Duke Tower  
 Suite 400, 5251 Duke Street  
 P.O. Box 458  
 Halifax, Nova Scotia B3J 2P8  
 Telephone: (902) 424-7768  
 Facsimile: (902) 424-4625

**Ontario Securities Commission**

20 Queen Street West, 22nd Floor  
 Toronto, Ontario MSH 3S8  
 Telephone: (416) 593- 8314  
 Toll free in Canada: 1-877-785-1555  
 Facsimile: (416) 593-8122  
 Email: [exemptmarketfilings@osc.gov.on.ca](mailto:exemptmarketfilings@osc.gov.on.ca)  
 Public official contact regarding indirect collection  
 of information: Inquiries Officer

**Autorite des marches financiers**

800, Square Victoria, 22e etage  
 C.P. 246, Tour de la Bourse  
 Montreal, Quebec H4Z 1G3  
 Telephone: (514) 395-0337 or 1-877-525-0337  
 Facsimile: (514) 873-6155 (For filing purposes only)  
 Facsimile: (514) 864-6381  
 (For privacy requests only)  
 Email: [financementdassocies@lautorite.gc.ca](mailto:financementdassocies@lautorite.gc.ca)

**Prince Edward Island Securities Office**

Shaw Building  
 95 Rochford Street, 4th Floor  
 P.O. Box 2000  
 Charlottetown, Prince Edward Island CIA 7N8  
 Telephone: (902) 368-4569  
 Facsimile: (902) 368-5283

**Financial and Consumer Affairs Authority of Saskatchewan**

Suite 601 - 1919 Saskatchewan Drive  
 Regina, Saskatchewan S4P 4H2  
 Telephone: (306) 787-5879  
 Facsimile: (306) 787-5899