

May 18<sup>th</sup>, 2017

Dear Shareholder,

We would like to take this opportunity to inform you about the exciting progress at Ecovatec Solutions.

**Since our inception 2 years ago we've had a clear goal and desire to do something remarkable within the nourishing marketplace.**

Ecovatec Solutions is positioned for incredible growth in the near future; with production already started at our facility in Abbotsford, B.C. the plan to ramp up production in the coming months is in effect as we firm up purchase orders from customers in Japan, Korea and China.

**We have always taken pride in knowing we're becoming a source of uncompromising quality of natural health products and look forward to the future role that Ecovatec can play to support social and environmental responsibility.**

We are grateful for your shareholder support and we are conscious of our responsibility to compensate your loyalty to the fullest extent within our power.

Corporate Developments:

Ecovatec Solutions is excited to be working under the guidance of one of the top researchers and professionals in the study of egg yolk proteins; specifically phosvitin. We are pleased to announce the appointment of our new technical advisor, Dr. Jack Losso.

Dr. Losso is a Professor of Food Science at Louisiana State University with over 20 years of research in the study of phosvitin and phosvitin phosphopeptides (PPP) and their tremendous health benefits as an anti-oxidant, food preservative and metal chelator. ([Dr. Losso Bio](#))

Ecovatec and Dr. Losso have been working diligently on the processing techniques of egg yolk proteins to attain exceptional quality and yields of egg yolk proteins. There will be more exciting news in the developments of phosvitin phosphopeptides (PPPs) and high density lipoproteins (HDL) from the research and results of this program.

More about the [Ecovatec Team](#)

We continue to seize new opportunities to increase shareholder value through new product development and entrance into new markets. With regards to the continued research and development using our egg oil as a natural fertilizer and pesticide, we have focused a significant amount of R&D on increasing our exposure to plants and crops grown in B.C. including, but not limited to, the medicinal marijuana space.

#### Corporate Partnership:

Ecovatec is also pleased to announce a partnership with Kwantlen Polytechnic University, KPU through the institute for Sustainable Horticulture at the Langley Campus. The Company will be working closely with a dedicated group of scientists lead by the programs Director Dr. Deborah Henderson, PhD ([KPU Partnership](#)) to advance the research and development of egg yolk oil as a functional natural fertilizer, fungicide and insecticide. The egg oil solution has been proven to maximize plant yields by providing essential macro nutrients (Nitrogen and

Phosphorus) to the plants while also demonstrating beneficial side-effects in fighting off fungus and insects. Several products and application methods are being developed (foliar spray and direct plant root feed).

Additionally, Ecovatec is also working in collaboration with an ACMPR licensed grower in the Fraser Valley with various applications of the products on Juvenile and Mature Marijuana Plants. The experiments are focusing on maximizing plant growth while testing the effectiveness of combating mildew and mites. The preliminary results are proving to be very positive and we will continue to optimize the product for maximum effectiveness.

From the avian flu influenza in Asia to the negative health issues associated with GMO soy lecithin and phospholipids, the value of our phospholipids and proteins from egg yolks is being highlighted. Recent trends in the health industry in the Asian cultures are very encouraging and supportive of our business plan. Ecovatec is well positioned to produce and deliver healthy proteins and lipids manufactured within a green processing environment and the company has implemented a rigorous QAQC program which establishes the foundation to progress towards acquiring HACCP and GMP certifications. Our target market and customer base remains within the Asian nutraceutical, health supplement, food additives, and cosmetic marketplaces and we are currently working with various customers to deliver high quality phospholipids and protein (PPP and HDL) samples. Our product offering has expanded in recent months and we are able to provide lipids and proteins at various grades, some at higher purities than originally anticipated. We have added IgY (immunoglobulin Y, a protein) as a value added component to the product offering. In addition, we can now manufacture two phosphitin concentrations and two HDL concentrations. This is expected to offer flexibility in the marketplace as we can mix ingredients to meet specific customer needs.

The Ecovatec marketing team is currently working with its Korean agents and

undertaking the required procedures for KFDA (Korean Food and Drug Administration) product approval of Phosvitin Phosphopeptide (PPP) and Phospholipid PL20.

**“We are very pleased with our progress to date** as 2016 was a busy year with financing, R&D, construction and commissioning of the plant. 2017 is poised to be an exciting year for the development of the company as we ramp up production to deliver high quality health ingredients to our customers,” said Drew Perrin, President of Ecovatec Solutions Inc.

From the entire team at Ecovatec, we would like to thank you for your continued support and we look forward to exciting times ahead of us.

#### **Financial and Corporate Structure**

Shares Outstanding: 42.08 Million

Stock Options: Nil

Warrants: Nil

Market Capitalization: \$12.6 Million

\$ 6.3 Million Raised to Date

Total Project Capex: \$3.6 Million

For more information visit our [Investor Login](#)

Please keep this password secure.

Investor Password: **phospholipids**

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