

PEAK POSITIONING TECHNOLOGIES INC.

MANAGEMENT'S DISCUSSION AND ANALYSIS

The following Management's Discussion and Analysis, (MD&A) provides Management's point of view on the financial position and results of operations of Peak Positioning Technologies Inc., on a consolidated basis, for the three-month periods ended June 30, 2017 (Fiscal 2017) and June 30, 2016 (Fiscal 2016).

Unless otherwise indicated or unless the context requires otherwise, all references in this MD&A to "Peak", the "Company", the "Corporation", "we", "us", "our" or similar terms refer to Peak Positioning Technologies Inc. and its subsidiary Peak Positioning Corporation on a consolidated basis. This MD&A is dated August 28, 2017 and should be read in conjunction with the Audited Consolidated Financial Statements and the notes thereto for the year ended December 31, 2016. Unless specified otherwise, all amounts are in Canadian dollars.

The financial information contained in this MD&A relating to the unaudited interim Consolidated Financial statements for the three-month periods ended June 30, 2017 and June 30, 2016 has been prepared in accordance with International Financial Reporting Standards, (IFRS).

The unaudited interim consolidated financial statements and MD&A have been reviewed by our Audit Committee and approved by our Board of Directors as at August 28, 2017.

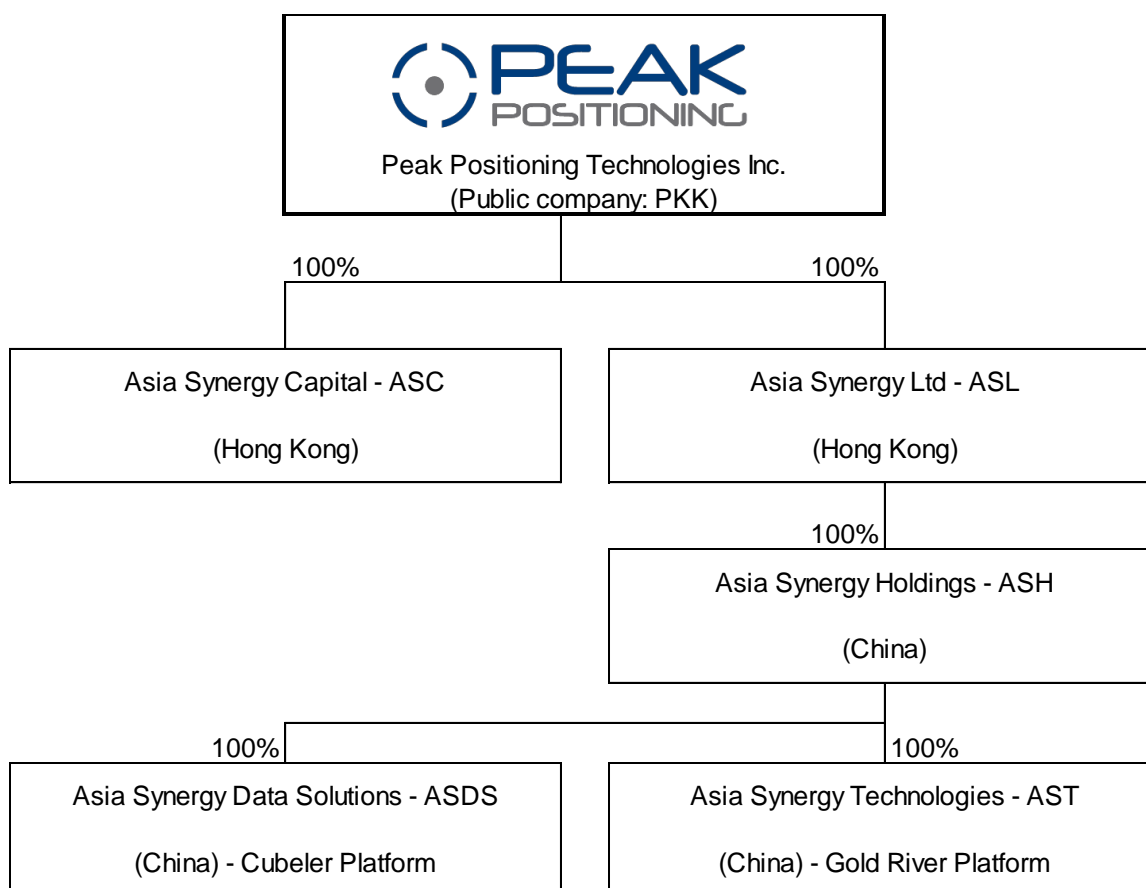
Forward looking information

Certain statements contained in this MD&A may constitute forward-looking information, which can generally be identified as such because of the context of the statements including words such as believes, anticipates, expects, plans, estimates, or words of similar nature. The forward-looking statements are based on current expectations and are subject to known and unknown risks, uncertainties, and other factors that may cause the actual results, performance or achievements of the Company to be materially different from any future results. We refer potential investors to the "Risks and Uncertainties" section of this MD&A. The reader is cautioned to consider these and other risks and uncertainties carefully and not to put undue reliance on forward-looking information. Forward-looking information reflects current expectations regarding future events and speaks only as of the date of this MD&A and represents the Company's expectations as of that date.

The Company undertakes no obligation to update or revise the information contained in this MD&A, whether as a result of new information, future events or circumstances or otherwise, except as may be required by applicable law.

Structure

The following chart summarizes the corporate structure of the Company.



Business Overview

Peak (CSE: PKK) (PINK SHEETS: PKKFF), is an IT portfolio management company whose mission is to assemble, finance and manage a portfolio of high-growth-potential companies and assets in some of the fastest growing tech sectors in China, including buying/selling raw material products, fintech, e-commerce and cloud-computing. Peak provides its shareholders with the opportunity to participate in the fastest growing economic sectors of the world's fastest growing economy, in partnership with some of the most reputable and high-profile institutions in those sectors.

Operating Highlights for the Quarter

In the second quarter of 2017, the Company continued to build on the foundations of its adjusted business model, which calls for more emphasis on technology-driven financial services, better profit margins from its operating subsidiaries and the establishment of new financial services subsidiary, Asia Synergy Financial Capital ("ASFC"). The Company began the quarter by laying out its plans for the role to be played by ASFC in its adjusted business model. Following the disclosure of ASFC's mission at the Global Chinese Financial Conference in Vancouver, the Company took an important tangible step towards its establishment by creating Hong Kong based subsidiary Asia Synergy Capital ("ASC"), the holding company through which the Company is

expected to own ASFC. With the creation of ASC, the Company's objective was in part to have a vehicle that would allow private investors to invest in ASFC and provide it with the capital it needs, without significantly diluting the Company's current shareholders' equity.

With a plan calling for more emphasis on financial services and better profit margins, which involves setting up new operating subsidiaries, the establishment of business partnerships requiring certain short-term financial commitments, and the launch of a new fintech platform, the Company sought to secure a reliable source of financing that would allow it to meet its short-term cash needs. To that end, the Company signed a \$5M share subscription facility agreement with US-based investment group Global Emerging Markets ("GEM"). On the strength of its agreement with GEM, the Company and its subsidiaries were able to confidently negotiate partnership agreements and take other concrete steps towards the achievement of the Company's objectives. Asia Synergy Data Solutions ("ASDS"), the Company's subsidiary that operates the Cubeler fintech platform in China, was particularly active following the Company's agreement with GEM. Before the end of the quarter, ASDS had already signed an agreement to have its first registered lender on the Cubeler platform and was working on several significant partnerships and business development initiatives related to Cubeler that had either materialized or were on the verge of being formalized as of the date of this MD&A.

Outlook for Remainder of 2017

Following the adjustment to its business model, which began in the second half of 2016, the Company concluded the first half of 2017 by continuing to set the ground work for the provision of technology driven financial services by its subsidiaries, which it expects to lead to more profitable transactions in the second half of 2017. Indeed, as of the date of this MD&A, some of these transactions were already starting to take place on the Cubeler platform, stemming from partnerships and other initiatives undertaken by ASDS in the second quarter of 2017. With the occurrence of these higher-margin transactions, the Company was able to achieve one of its major objectives for 2017. The Company expects a significant increase in the number of these transactions and for ASDS to introduce more innovative financial solutions on Cubeler in the second half of 2017, as the Company continues to gradually transition from a materials trading focused company to a financial services focused one.

After being relatively inactive for the first half of 2017, the Company expects AST to be more active in the second half of the year once ASFC is in position to provide financial services on the Gold River platform. Under the revised operational model, where ASFC is to provide financial services on the platform, the average value of orders placed on Gold River is expected to decrease, while the actual number of orders placed on the platform is expected to increase. As the financing components of orders placed on Gold River are expected to be ASFC's responsibility, while the financings provided by ASFC will significantly make these orders more profitable to the Company, they will also carry a loan default risk element. Part of the strategy to limit ASFC's exposure to that sort of risk is why the Company has decided reduce the maximum value of each order that would be eligible for financing on Gold River.

To sum up the outlook for the balance of 2017, the Company expects to have both of its fintech platforms, Gold River and Cubeler, process and facilitate transactions reflecting its adjusted business model, which emphasises technology driven financial services and greater profit margins.

Selected Quarterly Information

	June 30, 2017	June 30, 2016	June 30, 2017	June 30, 2016
	Three months	Three months	Six months	Six months
Revenues	\$ 144 823	\$ 0	\$ 7 469 822	\$ 0
Expenses	\$ (1 129 093)	\$ (506 392)	\$ (9 163 243)	\$ (815 534)
Net Loss	\$ (984 270)	\$ (506 392)	\$ (1 693 421)	\$ (815 534)
Earnings per Share	\$ (0,002)	\$ (0,002)	\$ (0,004)	\$ (0,004)
	June 30, 2017	December 31, 2016		
Total assets	\$ 4 159 074	\$ 4 663 277		
Total liabilities	\$ 2 121 123	\$ 2 313 253		
Equity (Deficiency)	\$ 2 037 951	\$ 2 350 024		

Results of Operations

Revenues

The Company generated \$144,823 through the sale of raw material products for the three-month period ended June 30, 2017 (\$0 revenues for the period ended June 30, 2016). While on a cumulative basis for six months ended June 30, 2017, the Company generated \$7,469,822 (\$0 for the same period last year).

As was the case in the preceding quarter, AST was the Company's only revenue-generating subsidiary in the second quarter of 2017. 100% of AST's revenues for the quarter were generated as a result of transactions conducted on the Gold River platform. Those transactions were again limited the processing of raw material orders which required no financial assistance. The noticeable decrease in such revenues from the previous period is attributed to the fact that very few orders which did not require financial assistance remained to be processed during the period. AST is hopeful that it will soon be able, with the arrival of ASFC, to meet its Gold River clients' purchase order financing needs.

Operating expenses

The following schedule summarizes the operating expenses:

	June 30, 2017	June 30, 2016	June 30, 2017	June 30, 2016
	(3 months)	(3 months)	(6 months)	(6 months)
Costs of materials	\$ 144 104	–	\$ 7 432 747	–
Salaries and fringe benefits	\$ 125 714	\$ 18 000	\$ 282 482	\$18 000
Board remuneration	\$ 36 513	–	\$ 48 947	–
Sales taxes and additions	\$ 4 649	–	\$ 4 778	–
Consulting	\$ 203 707	\$ 47 255	\$317 913	\$100 941
Management fees to officers and directors	\$ 77 475	\$ 45 391	\$ 90 795	\$118 332
Professional fees	\$ 111 082	\$ 43 550	\$210 106	\$71 517
Public relations and press releases	\$ 15 081	\$ 66 789	\$52 628	\$118 173
Office supplies, stationery and utilities	\$ 10 031	–	\$21 784	–

	June 30, 2017 (3 months)	June 30, 2016 (3 months)	June 30, 2017 (6 months)	June 30, 2016 (6 months)
Rental expenses	\$ 8 544	\$ 25 367	\$22 704	\$32 068
Telecommunications	\$ 3 037	\$ 551	\$3 879	\$3 141
Insurance	\$ 2 070	\$ 1 000	\$12 485	\$14 337
Finance costs	\$ 6 444	\$ 38 260	\$36 560	\$86 273
Server hosting and network fees	\$ 1 500	\$ 1 500	\$3 000	\$3 528
Travel and entertainment	\$ 95 008	\$ 4 211	\$118 829	\$19 518
Stock exchange costs	\$ 6 061	\$ 5 579	\$7 894	\$8 579
Transfer agent costs	\$ 3 046	\$ 2 690	\$6 391	\$6 103
Loss on extinguishment of convertible debentures	–	\$ 196 452	–	\$ 196 452
Other	\$ 608	\$ 5 600	\$ 743	\$7 542
Amortization of property and equipment	\$ 21	\$ 6 833	\$ 40	\$ 13 666
Amortization of intangible assets - technology platform	\$ 191 912	–	\$ 383 825	–
Loss (gain) on foreign exchange	\$ (460)	–	\$ (1 567)	–
Total	\$ 1 046 147	\$ 509 028	\$ 9 056 964	\$ 818 170

Three months ended June 30, 2017

Salaries paid for the three-month period ended June 2017 represent salaries paid to the CEO of the company and salaries paid to employees of the Company's subsidiary in China. While for the same period last year there were no salaries since the Chinese subsidiary was not created. The salaries in 2016 represent salaries paid to the CEO.

Board remuneration corresponds to the share-based remuneration received by the Company's board members.

For the three-month period ended June 30, 2017, consulting fees corresponds mainly to services rendered by consultants for the day-to-day accounting and the management of the Company's operations, as well as for consulting services related to the Company's operations in China including technical and marketing services associated with the deployment of the Cubeler platform in China. For the same period last year it relates to accounting and management services as well as services associated with the operations in China.

Management fees amounting to \$77,475 were incurred in the second quarter of 2017 (\$45,391 for Q1-2016) in conjunction with work done by the officers of the Company.

Professional fees such as audit fees, legal fees and quarterly accounting costs totalled \$111,082 for the three-month period ended June 30, 2017 (June 30, 2016: \$43,550).

All share-based remuneration was expensed and totalled \$170,816 for the three-month period ended June 30, 2017 (June 30, 2016: \$12,941). These expenses are included in the salaries (\$98,043), management fees (\$31,100), board remuneration (\$36,513) and consulting fees (\$5,160) and only in management fees in 2016.

Finance costs include interest charges on short term loans, interest on promissory notes, debentures and accretion of convertible debentures. Those costs amounted to \$6,444 for the three-month period ended June 30, 2017 (June 30, 2016: \$38,260).

Public relations and press releases expenses amounted to \$15,081 for the three-month period ended June 30, 2017 (June 30, 2016: \$66,789).

For the three-month period ended June 30, 2017 the Company incurred \$95,008 in travel expenses (\$4,211 in 2016). The increase is due to more frequent trips to China by the management team due to the creation of companies in China and the setting up of these companies.

Amortization of property and equipment amounted to \$21 for the three-month period ended June 30, 2017 (June 30, 2016: \$6,833).

Amortization of the Gold River technology platform, which was acquired in 2016, amounted to \$191,912 for the three-month period ended June 30, 2017 (\$0 in 2016).

All the other expenses stated in the above schedule are straightforward and do not need any other explanation.

Six months ended June 30, 2017

Operating expenses for the six-month period ended June 30, 2017 were \$9,056,964 compared to \$818,170 for the six-month period ended June 30, 2016. The increase is mainly due to the costs of materials related to the trading activities in China that started in the third quarter of Fiscal 2016.

Salaries paid for the three-month period ended June 2017 represent salaries paid to the CEO of the company and salaries paid to employees of the Company's subsidiary in China. While for the same period last year there were no salaries since the Chinese subsidiary was not created. The salaries paid in 2016 represent salaries paid to the CEO.

Board remuneration corresponds to the share-based remuneration received by the Company's board members.

Consulting fees corresponds mainly to services rendered by consultants for the day-to-day accounting and the management of the Company's operations, as well as for consulting services related to the Company's operations in China. In 2016, they represent services in relation to the corporation strategy and share-based remuneration.

Management fees amounting to \$90,795 were incurred for the six-month period ended of 2017 (\$118,332 for Q1-2016) in conjunction with work done by the officers of the Company.

Professional fees such as audit fees, legal fees and quarterly accounting costs totalled \$210,106 for the six-month period ended June 30, 2017 (June 30, 2016: \$71,517).

All share-based remuneration was expensed and totalled \$239,527 for the six-month period ended June 30, 2017 (June 30, 2016: \$25,882). These expenses are included in the salaries (\$143,850), management fees (\$41,569), board remuneration (\$48,946) and consulting fees (\$5,160) and only in management fees in 2016. These expenses are included in the following captions: salary, board remuneration and management fees and consulting fees.

Finance costs include interest charges on short term loans, interest on promissory notes, debentures and accretion of convertible debentures. Those costs amounted to \$36,560 for the six-month period ended June 30, 2017 (June 30, 2016: \$86,273).

Public relations and press releases expenses amounted to \$52,628 for the six-month period ended June 30, 2017 (June 30, 2016: \$118,173).

For the six-month period ended June 30, 2017 the Company incurred \$118,829 in travel expenses (\$19,518 in 2016). The increase is due to more frequent trips to China by the management team due to the creation of companies in China and the setting up of these companies and travels expenses incurred for the China operations.

Amortization of property and equipment amounted to \$40 for the six-month period ended June 30, 2017 (June 30, 2016: \$13,666).

Amortization of the Gold River technology platform, which was acquired in 2016, amounted to \$383,825 for the six-month period ended June 30, 2017 (0\$ in 2016).

Net Results

The Corporation incurred a net loss of \$984,270 for three-month period ended June 30, 2017 (Fiscal 2016: net loss of \$506,392). The loss for the six-month period ended June 30, 2017 amounts to \$1,693,421 (Fiscal 2016: loss of \$815,534)

Summary of Quarterly Results

	June 30, 2017	June 30, 2016	March 31, 2017	March 31, 2016
	Three months	Three months	Three months	Three months
Revenues	\$ 144 823	\$ 0	\$ 7 324 999	\$ 0
Expenses	\$ 1 129 093	\$ 506 392	\$ 8 034 150	\$ 309 144
Net Loss	\$ (984 270)	\$ (506 392)	\$ (709,151)	\$ (309 144)
Earnings per Share	\$ (0,002)	\$ (0,002)	\$ (0,002)	\$ (0,002)

	December 31, 2016	December 31, 2015	September 30, 2016	September 30, 2015
	Three months	Three months	Three months	Three months
Revenues	\$ 32 204 815	\$ 0	\$ 25 887 092	\$ 0
Gross profit	\$ 160 035	\$ 0	\$ 129 634	\$ 0
Expenses	\$ 1 517 869	\$ 922 797	\$ 605 966	\$ 361 531
Net Loss	\$ (1 357 834)	\$ (922 797)	\$ (476 332)	\$ (361 531)
Earnings per Share	\$ (0,003)	\$ (0,003)	\$ (0,001)	\$ (0,003)

Operations

While the Company's only operating subsidiary, AST, conducted a few minor materials trading transactions on the Gold River platform during the quarter, most of the Company's operations during that period were focussed on activities related to helping ASDS setup its operations and on the establishment of ASFC.

Liquidity

Presently, the level of revenues currently being generated by the Company is not sufficient to meet its working capital requirements. Until that happens, the Company will continue to use financing means to help meet its financial obligations. As of August 28, 2017, the Company's working capital is estimated to be negative \$1,200,000. However, since the beginning of 2017, the exercise of stock options and of share purchase warrants and the issuance of a private placement have contributed a total of \$1,160,392 to the Company's working capital. Moreover there are more than 10,000,000 warrants that are "in the money" with the potential of bringing \$250K in the Company between now and the end of December 2017. Those additional investments, combined with on-going financing through private placements, will be used for continued business development in China and for working capital purposes. In the opinion of management, this source of working capital funding along with timely private placement financings will be sufficient to meet the Company's current obligations and allow it to continue as a going concern for the next 12 months.

Financing

Between January 1, 2017 and June 30, 2017, the Company issued 21,308,150 common shares at a price of \$0.025 per share and 1,000,000 common shares at a price of \$0.05 per share as a result of the exercise of share purchase warrants for gross proceeds totalling \$582,704.

On February 9, 2017, the Company issued 2,882,440 common shares at a price of \$0.05 per share and on June 30, 2017, 2,120,320 common shares were issued at a price of \$0.05, as a result of the exercise of the conversion feature of \$250,138 worth of convertible debentures.

On March 29, 2017, the Company closed a private placement financing consisting in the sale of 1,533,666 units (a "Unit") at a price of \$0.15 per Unit for gross proceeds of \$230,050. Each Unit is comprised of one (1) common share and one (1) common share purchase warrant entitling the warrant holder to purchase one (1) common share at a price of \$0.20 for a for a twenty-four (24) month period. The Company paid a cash commission finder's fee, to eligible persons who helped place the Units, equal to 8% of the gross proceeds of the Units they helped place. The Company also granted finder's compensation options to the same eligible persons who helped place the Units entitling them to purchase a number of common shares equal to 8% of the total number of Units they helped place, at the price of \$0.20 per common share for a twenty-four (24) month period following the closing date. The value attributed to the warrants is \$101,878.

On April 3, 2017, the Company issued 700,000 common shares at a price of \$0.10 and on June 14, 2017, 200,000 common shares and 150,000 common shares were issued at a price of \$0.10 and \$0.05 respectively, as a result of the exercise of stock options for gross proceeds totalling \$97,500.

Capital Stock

The Company's capital stock as of June 30, 2017 was \$12 375 483 compared to \$11 576 483 as of December 31st, 2016. The variation is explained by the common shares issued in connection with a private placement financing for gross proceeds of \$230,050, common shares issued in connection with the exercise of share purchase warrants amounting to \$582 704, common shares issued as a result of the exercise of stock options totalling \$97 500 and common shares issued as a result of the conversion of \$407 181 of convertible debentures into common shares. The variation is also explained by a reduction in capital due to the issuance of warrants and issuance costs for a total of \$633 665 and an increase in capital stock of \$115 163 due to the exercise of warrants.

Common Shares

As of August 28, 2017, the Company had 449,813,140 shares outstanding. The following table summarizes the changes in shares outstanding from January 1, 2011 until August 28, 2017.

Date	Description	Number
Dec 31, 2010	Outstanding as of December 31, 2010	10 000 000
February 8, 2011	Acquisition of Peak Corp	30 000 000
February 8, 2011	Finder's Fee	500 000
February 8, 2011	Private placement	11 792 600
March 24, 2011	Private Placement	5 003 335
April 2011	Exercise of stock options	800 000
May 2011	Exercise of stock options	200 000
October 2011	Exercise of warrants	5 400
December 2011	Private placement	9 180 000
April 2012	Private placement	7 350 800
August 2012	Private placement	2 000 000

Date	Description	Number
September 2012	Private placement	800 000
November 2012	Private placement	1 175 000
January 2013	Private Placement	2 814 295
April 2013	Private Placement	1 120 000
July 2013	Compensation for consulting services	1 265 500
July 2013	Private placement	700 000
September 2013	Private placement	3 500 000
October 2013	Compensation for consulting services	432 039
May 2014	Shares for debt	1 670 040
June 2014	Shares for debt	470 000
June 2014	Settlement for acquisition	20 000 000
July 2014	Shares for debt	377 080
August 2014	Private placement	2 780 000
August 2014	Issuance of bonus shares	1 000 800
December 2014	Issuance of common shares	17 450 000
February-March 2015	Issuance of common shares	7 550 000
July 2015	Compensation for consulting services	704 875
July 2015	Issuance of bonus shares	800 000
October 2015	Shares for debt	4 000 000
October 2015	Shares for debt	4 599 000
November 2015	Private Placement	25 003 750
December 2015	Private Placement	17 555 000
January 2016	Shares for debt	764 000
March 2016	Exercise of warrants	743 400
May 2016	Exercise of conversion of debenture	206 240
May 2016	Exercise of Warrants	2 492 250
June 2016	Private Placement	199 000 000
June 2016	Exercise of conversion of debenture	7 663 160
June 2016	Exercise of Warrants	8 112 000
July 2016	Exercise of Warrants	413 000
July 2016	Conversion Debenture	2 000 000
August 2016	Exercise of Warrants	1 500 000
November 2016	Exercise of Warrants	4 425 000
January 2017	Exercise of Warrants	30 000
February 2017	Conversion Debenture	2 882 440

Date	Description	Number
February 2017	Exercise of Warrants	870 000
March 2017	Exercise of Warrants	9 053 150
March 2017	Private Placement	1 533 666
April 2017	Exercise of Options	900 000
April 2017	Exercise of Warrants	4 155 000
May 2017	Exercise of Warrants	6 300 000
May 2017	Exercise of Warrants	1 500 000
June 2017	Exercise of Warrants	400 000
June 2017	Exercise of Options	150 000
June 2017	Conversion Debenture	2 120 320
Total		449 813 140

Share Purchase Options

As of August 28, 2017, the Company had 30,520,000 outstanding share purchase options. The following table summarizes the changes in options outstanding from January 1, 2011 until August 28, 2017.

Date of grant	Optionee	Number	Exercise Price	Expiration
September 2012	Investor relation consultant	200 000	\$0.15	September 2017
May 2013	Investor relation consultant	250 000	\$0.10	May 2018
August 2013	Employees	425 000	\$0.05	August 2018
August 2013	Board members	795 000	\$0.05	August 2018
May 2015	Employees	2 000 000	\$0.05	May 2020
May 2015	Board members	750 000	\$0.05	May 2020
May 2015	Investor relation consultants	1 000 000	\$0.05	May 2020
May 2015	Consultants	550 000	\$0.05	May 2020
September 2015	Consultants	500 000	\$0.05	September 2020
November 2015	Employees	2 000 000	\$0.05	November 2020
November 2015	Board members	600 000	\$0.05	November 2020
December 2015	Consultant	2 500 000	\$0.05	December 2020
May 2016	Consultant	150 000	\$0.05	May 2021
July 2016	Board members and officers	10 500 000	\$0.085	July 2021
June 2017	Consultant	350 000	\$0.105	June 2022

Date of grant	Optionee	Number	Exercise Price	Expiration
June 2017	Board members and officers	7 950 000	\$0.105	June 2022
	Total outstanding	30 520 000		

Share Purchase Warrants

As of August 28, 2017, the Company had 225,105,309 share purchase warrants. The following table summarizes the changes in warrants outstanding from January 1, 2011 until August 28, 2017:

Date	Description	Number	Exercise Price	Expiration
November 2014	Warrants issued to subscribers in connection with private placement	25,000,000	\$ 0.050	November 2016
November 2015	Warrants issued to subscribers in connection with private placement	25,003,750	\$ 0.025	November 2017
December 2015	Warrants issued to subscribers in connection with private placement	17,555,000	\$ 0.025	December 2017
March 2016	Exercise of Warrants	-743,400	\$ 0.025	N/A
May 2016	Exercise of Warrants	-1,200,000	\$ 0.050	N/A
May 2016	Exercise of Warrants	-1,292,250	\$ 0.025	N/A
June 2016	Exercise of Warrants	-100,000	\$ 0.050	N/A
June 2016	Exercise of Warrants	-8,000,000	\$ 0.025	N/A
June 2016	Exercise of Warrants	-12,000	\$ 0.050	N/A
June 2016	Warrants issued to subscribers in connection with private placement	199,000,000	\$ 0.050	June 2018
July 2016	Exercise of Warrants	-225,000	\$ 0.025	N/A
July 2016	Exercise of Warrants	-188,000	\$ 0.050	N/A
August 2016	Exercise of Warrants	-1,500,000	\$ 0.050	N/A
November 2016	Exercise of Warrants	-2,675,000	\$ 0.050	N/A
November 2016	Expiration of warrants	-17,575,000	\$ 0.050	N/A
December 2016	Exercise of Warrants	-1,750,000	\$ 0.050	N/A
January 2017	Exercise of Warrants	-30,000	\$ 0.025	N/A
February 2017	Exercise of Warrants	-750,000	\$ 0.025	N/A
February 2017	Exercise of Warrants	-120,000	\$ 0.050	N/A
March 2017	Exercise of Warrants	-8,373,150	\$ 0.025	N/A

Date	Description	Number	Exercise Price	Expiration
March 2017	Exercise of Warrants	-680,000	\$ 0.050	N/A
March 2017	Warrants issued to subscribers in connection with private placement	1,640,359	\$ 0.200	March 2019
April 2017	Exercise of Warrants	-3,480,000	\$ 0.025	N/A
April 2017	Exercise of Warrants	-200,000	\$ 0.050	N/A
May 2017	Exercise of Warrants	-7,800,000	\$ 0.025	N/A
June 2017	Exercise of Warrants	-400,000	\$ 0.025	N/A
June 2017	Warrants issued to subscribers in connection with private placement	14,000,000	\$ 0.120	June 2022
Total		225,105,309		

Convertible Securities

As of August 28, 2017, the Company had no convertible securities outstanding as described in the notes to the Interim Consolidated financial statements for the three-month period ended June 30, 2017.

Escrowed shares

As of August 28, 2017, the Company had no escrowed shares.

Related Party Transactions

During the three-period ended June 30, 2017, the Company incurred management fees of \$77,475 as remuneration to an officer (June 30, 2016: \$45,391 – for two officers). The management fees for the six-month period ended June 30, 2017 amount to \$90,795 (Six-month period ended June 30, 2016: \$118,332)

During the three-month period ended June 30, 2017, salaries paid to officers amounted to \$50,077 (June 30, 2016: \$18,000) compared to \$108,500 for the six-month period ended June 30, 2017 (June 30, 2016: \$18,000).

During the three-month period ended June 30, 2017 share-based payments associated with salaries and management fees amounted to \$98,043 compared to Nil for the same period of 2016. The share-based remuneration for the six-month period ended June 30, 2017 amount to \$ 143,850 compared to Nil for the same period last year.

During the three-month period ended June 30, 2017, the company incurred interests on promissory notes and debentures from officers and directors of \$4,475 (June 30, 2016: \$4,475). For the six-month period ended June 30, 2017, it amounts to \$9,085 (June 30, 2016: \$8,951)

Off-Balance-Sheet Arrangements

The Company has not entered into any off-balance sheet financing arrangements.

Accounting policies

The principal IFRS accounting policies set out in Note 1.1 to the Consolidated Financial Statements have been consistently applied to all periods presented in such financial statements.

Legal proceedings

As of August 28, 2017, there were no legal proceedings against the Company.

Financial Instruments

The Company has classified its financial instruments into two categories: cash as “loans and receivable” and accounts payable and accrued liabilities, other current financial liabilities and debentures as “financial liabilities”. The Company is exposed to various risks as described in the Note 22.3 of the Consolidated Financial Statements as of December 31, 2016.

Patent Summary

As of the date of this MD&A the Company had no patents pending.

RISKS AND UNCERTAINTIES

Risk factors that may adversely affect or prevent the Corporation from carrying out all or portions of its business strategy are discussed in the Corporation’s Filing Statement dated January 6, 2011 available on SEDAR at www.sedar.com. Other risks include:

Liquidity Risk

The Company has no history of operations and is in the early stage of development and has not received significant revenues. As such, it is subject to many risks common to such enterprises, including under-capitalization, cash shortages, limitations with respect to personnel, financial and other resources and the lack of revenues. There is no assurance that the Company will be successful in achieving a return on shareholders’ investment and the likelihood of success must be considered in light of its early stage of operations.

Additional Financing

The Company may require additional financing in order to repay its creditors or other debts, make further acquisitions, investments or take advantage of unanticipated opportunities. The ability of the Company to arrange such financing in the future will depend upon prevailing capital market conditions, and the business success of the Company. There can be no assurance that the Company will be successful in its efforts to arrange additional financing on satisfactory terms. If additional financing is raised by the issuance of shares from treasury, control of the Company may change and shareholders may suffer additional dilution. If adequate funds are not available, or are not available on acceptable terms, the Company may not be able to take advantage of opportunities, or otherwise respond to competitive pressures and remain in business.

Patents

As of the date hereof, the Company had no patents granted or pending. It should be noted however, that being granted patent protection on its technology is not a prerequisite to the commercialization of Peak's product offerings, and should have no material impact on Peak's short-term performance.

Foreign Jurisdiction Risks

The Company has made significant investments in the pursuit of business opportunities in China, which exposes it to different considerations and other risks not typically associated with companies in Canada.

FURTHER INFORMATION

Additional information about the Company can be found at www.sedar.com

August 28, 2017

(s) Laval Bolduc

Laval Bolduc, Chief Financial Officer

(s) Johnson Joseph

Johnson Joseph, President & CEO