

Gendis Inc. is a Winnipeg-based investment and holding company. It leases commercial real estate properties and invests in marketable securities and private placements primarily in the energy and agribusiness sectors. Its shares trade on the TSX under the symbol GDS. There are currently 13.1 million shares outstanding.



Investment Strategies & Values

- Take large positions in concentrated pool of companies
- Closely monitor each company's progress
- Establish contacts in new industries
- Majority of assets located in Western Canada
- Equity investments have fair value of \$49.7 million
- Real Estate has fair value of \$32.0 million



Gendis Investment Portfolio

Energy

Veresen Inc.

- Gendis' cornerstone investment – Veresen holdings represent approx. 42% of Gendis' total assets & 35% of Gendis' revenue as at the 3rd quarter ended October 31, 2014
- Stable source of investment income & cash flow
- Veresen is engaged in three principal businesses:
 - Pipeline transportation: interests in two pipeline systems
 - Midstream: interests in NGL extraction and processing
 - Power: renewable gas-fired facilities & development projects
- Dividend payments expected to remain unchanged; key determinant for Gendis to hold this investment
- Developer of early stage LNG project - Jordan Cove

OSUM Oilsands Corporation

- Significant investment for Gendis - OSUM holdings represent approx. 13% of Gendis' total assets
- Private in-situ oil sands developer based in Calgary
- OSUM has access to sufficient working capital to fund development of Saleski pilot operations
- Acquired 100% interest in Orion Oil Sands Project in Q2

Oak Point Energy Ltd.

- Only junior oil sands developer with a project in the "majors-dominated" Northern Athabasca oil sands region of Alberta
- Oak Point combines access to exceptional oil resources with a unique, proprietary SAGD facility
- Viewed as mid-term investment by Gendis

Alter NRG Corp.

- Invested \$0.1 million in Q1 this year
- Markets and sells plasma technology for converting waste into clean energy; 172% increase in sales for Q3
- Company expects to be profitable in near term

Commercial Real Estate

- Represents 42% of Gendis' total assets and provides 65% of Gendis' revenue; stable cash flow
- Own six properties in Manitoba and northwestern Ontario; 5 retail properties with 13 commercial units and one industrial property with three industrial tenants
- Real estate portfolio 100% leased

Agri-Business

MBAC Fertilizer Corp.

- Exchange-traded company that has reached the production phase for Superphosphate fertilizers in the Brazilian and Latin American markets
- Exploration portfolio includes high grade phosphate deposit – production of Superphosphate started mid 2014
- Viewed as mid-term investment

Input Capital

- Saskatchewan-based exchange traded agricultural non-operating, commodity streaming company
- Provides up-front financing and agronomic services to farmers
- At Input Capital's year end at June 30, 2014, it deployed \$43 million in canola contracts with a further \$40 million in cash available for future deployment

New Investments

- In the 2nd quarter of the year, Gendis invested \$0.5-million in a convertible debenture of Vive Crop Protection Inc., a private Canadian company that designs, develops and markets active ingredient delivery systems.
- During Q3, Gendis invested \$0.2-million for 1-million shares in San Angelo Oil Limited, a start-up private Canadian conventional oil exploration and development company that will operate in north central Texas.

Financial Snapshot

- Revenue less expenses \$0.7 million in the 3rd quarter of 2014; YTD revenue \$2.0 million
- A low debt position continues to be a priority - corporate debt now stands at \$3.2 million
- Healthy balance sheet
- YTD earnings at the 3rd quarter end was \$0.45/share compared to a loss of \$0.04/share last year.