



RESERVOIR CAPITAL CORP.

CORPORATE UPDATE

October 2018



FORWARD LOOKING STATEMENTS

EXCEPT FOR STATEMENTS OF HISTORICAL FACT RELATING TO THE COMPANY, CERTAIN INFORMATION CONTAINED HEREIN CONSTITUTES FORWARD-LOOKING STATEMENTS. FORWARD-LOOKING STATEMENTS ARE FREQUENTLY CHARACTERIZED BY WORDS SUCH AS “PLAN”, “EXPECT”, “PROJECT”, “INTEND”, “BELIEVE”, “ANTICIPATE” AND OTHER SIMILAR WORDS, OR STATEMENTS THAT CERTAIN EVENTS OR CONDITIONS “MAY” OR “WILL” OCCUR. FORWARD-LOOKING STATEMENTS ARE BASED ON THE OPINIONS AND ESTIMATES OF MANAGEMENT ON THE DATE THE STATEMENTS ARE MADE, AND ARE SUBJECT TO A VARIETY OF RISKS AND UNCERTAINTIES AND OTHER FACTORS THAT COULD CAUSE ACTUAL EVENTS OR RESULTS TO DIFFER MATERIALLY FROM THOSE PROJECTED IN THE FORWARD-LOOKING STATEMENTS. THERE CAN BE NO ASSURANCE THAT SUCH FORWARD-LOOKING STATEMENTS WILL PROVE TO BE ACCURATE, AS ACTUAL RESULTS AND FUTURE EVENTS COULD DIFFER MATERIALLY FROM THOSE ANTICIPATED IN SUCH STATEMENTS. ACCORDINGLY, READERS SHOULD NOT PLACE UNDUE RELIANCE ON SUCH STATEMENTS.

THE COMPANY DOES NOT UNDERTAKE TO UPDATE ANY FORWARD-LOOKING STATEMENTS THAT ARE INCORPORATED BY REFERENCE HEREIN, EXCEPT IN ACCORDANCE WITH APPLICABLE SECURITIES LAWS. FOR A DESCRIPTION OF MATERIAL FACTORS THAT COULD CAUSE THE COMPANY’S ACTUAL RESULTS TO DIFFER MATERIALLY FROM THE FORWARD-LOOKING STATEMENTS, PLEASE REVIEW THE COMPANY’S MANAGEMENT DISCUSSION & ANALYSIS AND FINANCIAL STATEMENTS FILED ON WWW.SEDAR.COM.

CONTENTS



1. Q3 2018 MATERIAL TRANSACTION UPDATE
2. RESERVOIR CAPITAL CORP. (REO): COMPANY OVERVIEW
3. MAINSTREAM ENERGY SOLUTIONS LTD. (MESL): INVESTMENT OVERVIEW
4. WHY INVEST IN REO?

I. REO Q3 2018 MATERIAL TRANSACTION UPDATE

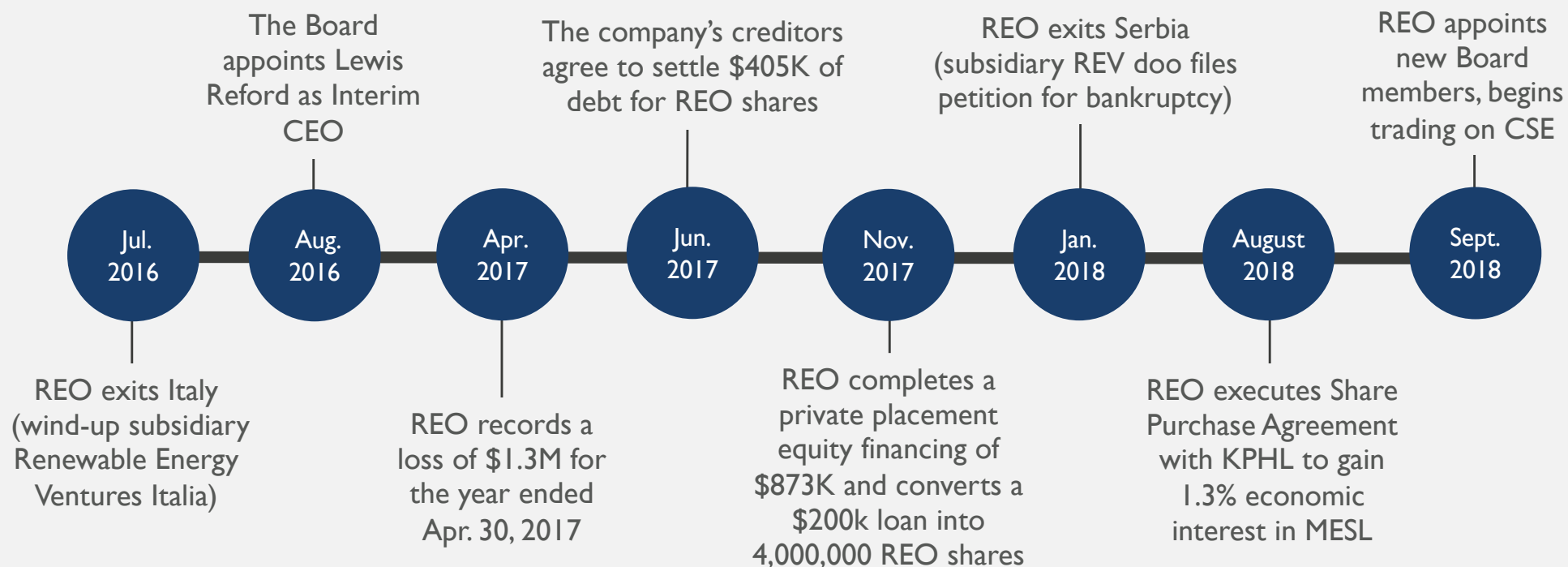


RESERVOIR ACQUIRED A MINORITY STAKE IN **MAINSTREAM ENERGY SOLUTIONS** VIA SHARE PURCHASE AGREEMENT WITH KAINJI POWER HOLDING LIMITED (KPHL)

IN SEPTEMBER 2018, RESERVOIR CAPITAL CORP. (REO) UNDERTOOK THE FOLLOWING:

- COMPLETED A SHARE PURCHASE AGREEMENT WITH KPHL, A MAURITIUS-BASED PRIVATE HOLDING COMPANY THAT HOLDS A ~2.1% INTEREST IN MAINSTREAM ENERGY SOLUTIONS LIMITED (MESL), NIGERIA'S LEADING PRODUCING HYDROPOWER COMPANY AND KPHL'S SOLE INVESTMENT
- LISTED REO FOR TRADING ON THE CANADIAN SECURITIES EXCHANGE (CSE)
- AS A RESULT OF THE TRANSACTION, KPHL BENEFICIARIES RECEIVED ~158M OF NEW REO COMMON SHARES AT A DEEMED PRICE OF CAD 0.06 PER REO SHARE, REPRESENTING 76.7% OF REO'S ~206M OUTSTANDING SHARES, AND REO RECEIVED A 60% CONTROLLING EQUITY STAKE IN KPHL, GIVING IT A ~1.3% ECONOMIC INTEREST IN MESL

2. REO COMPANY OVERVIEW: KEY CORPORATE HIGHLIGHTS 2016 - 2018



2. REO COMPANY OVERVIEW: STRATEGY



STRATEGY

- **GENERATING LONG-TERM CASH RETURNS** REO IS SEEKING TO GROW A PORTFOLIO OF CASH-GENERATIVE INVESTMENTS IN PRODUCING CLEAN POWER ASSETS IN FRONTIER REGIONS. GIVEN THE RELATIVELY LOW OVERHEAD REQUIREMENTS OF THE BUSINESS, REO BELIEVES CASH FLOW TO SHAREHOLDERS CAN BE MAXIMIZED THROUGH ECONOMIES OF SCALE, ALLOWING FOR GROWTH IN THE PORTFOLIO WITHOUT SIGNIFICANTLY INCREASING OUR COST BASE.
- **LOWER RISK THROUGH MINORITY PARTICIPATION IN CLEAN POWER COMPANIES** IN FRONTIER REGIONS, MINORITY INVESTMENTS ARE OPTIMAL: THEY SURFACE VALUE FOR LOCAL OWNERS, PROVIDE REO STRONG VISIBILITY ON OPERATIONS WHILE NOT ALIENATING HOST JURISDICTIONS.
- **LOWER VOLATILITY THROUGH DIVERSIFICATION** REO IS SEEKING TO BUILD A DIVERSIFIED PORTFOLIO OF INVESTMENTS ACROSS HYDRO AND GEOTHERMAL ASSETS IN DIFFERENT GEOGRAPHIC LOCATIONS, REDUCING THE DEPENDENCY ON ANY ONE ASSET OR LOCATION.

2. REO COMPANY OVERVIEW: INVESTMENT POLICY



REO INVESTMENT POLICY

- CREATE A PORTFOLIO OF CLEAN POWER GENERATING ASSETS IN FRONTIER MARKETS
- INVESTMENT POLICY:
 - TARGET REGULAR INCOME OVER LONG PERIODS
 - TARGET SUBSTANTIAL CAPITAL GROWTH IN THE MEDIUM TERM
 - TAKE CAREFULLY SELECTED MINORITY ECONOMIC INTERESTS AT ATTRACTIVE VALUATIONS
 - CREATE A BALANCED PORTFOLIO OF PRODUCING OR NEAR-PRODUCTION CLEAN POWER ASSETS
- RESERVOIR RECENTLY COMPLETED ITS INITIAL MINORITY INVESTMENT: MESL, A LEADING HYDRO POWER GENERATION COMPANY IN NIGERIA WITH ABOUT 1 GW CAPACITY

2. REO COMPANY OVERVIEW: REO EXECUTIVE TEAM AND BOARD



Vincent Gueneau

Chairman

Engineer and former Renaissance Capital investment banker with over 20 year track-record as Entrepreneur and PE-VC investor in Sub-Saharan Africa focused on Energy Infrastructure. He serves on the board of several private companies in addition to the Board of the French-Nigerian Chamber of Commerce.

Lewis Reford

CEO & Director

Engineer and former J.P. Morgan Managing Director, former CEO of both listed issuer and privateco's, and director of several renewable energy companies.

Winston Bennett

Director

Founder of Helios Energy Inc., a developer of large scale solar energy based systems, and formerly VP Investment Banking at Cormark Securities.

Andrea Zaradic

Director

Engineer with over 30 years of experience in mining, renewable energy and business development in developed and emerging markets, including extensive M&A execution with both listed issuers and privateco's.

Vianney Mathonnet

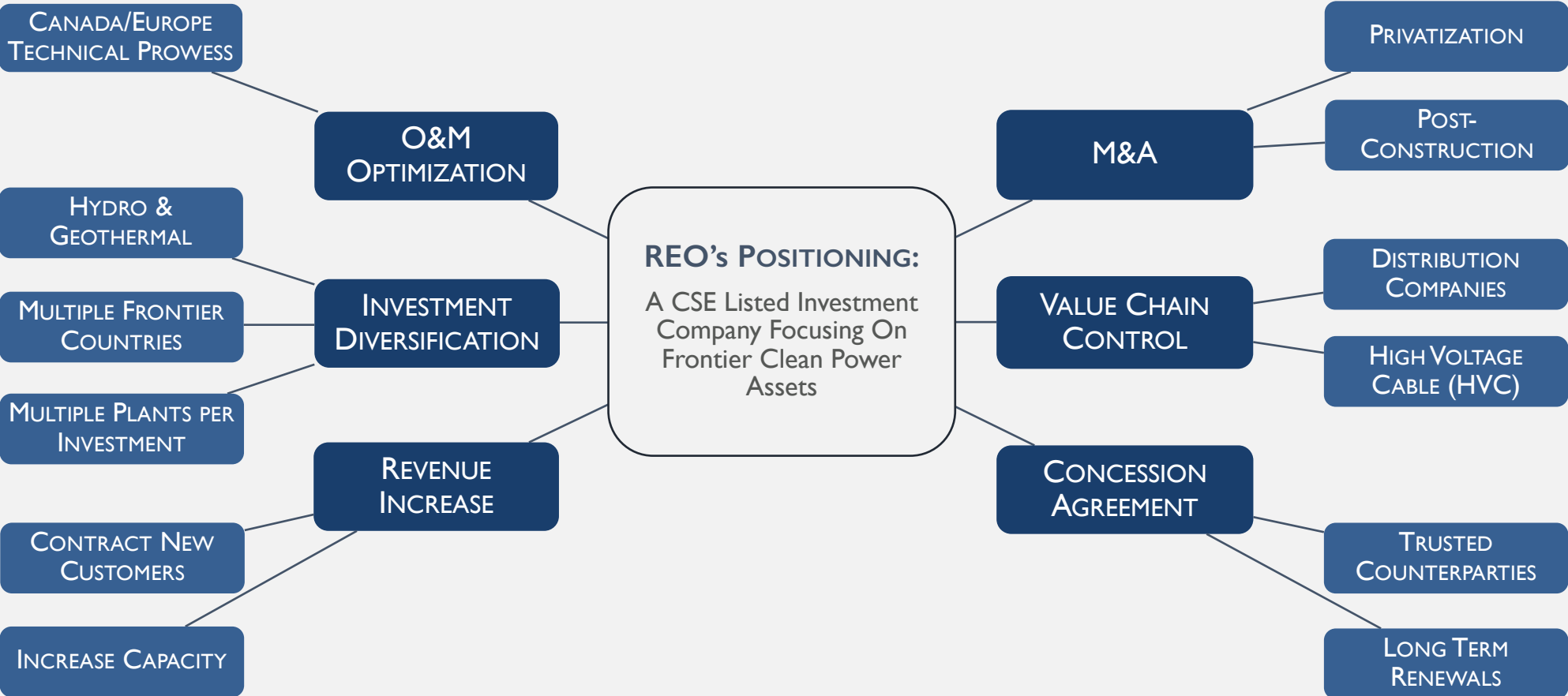
Director

Director of the Family office division at Kappafrik Group, previously held management positions across sub Sahara African countries.

2. REO COMPANY OVERVIEW: LEVERAGING KNOW-HOW



REO FUTURE INVESTMENT OPTIMIZATION



3. REO INVESTMENT OVERVIEW: MAINSTREAM ENERGY SOLUTIONS LTD



NIGERIAN MINORITY STAKE HYDRO INVESTMENT

REO – TOEHOLD 1.3% INTEREST IN MESL

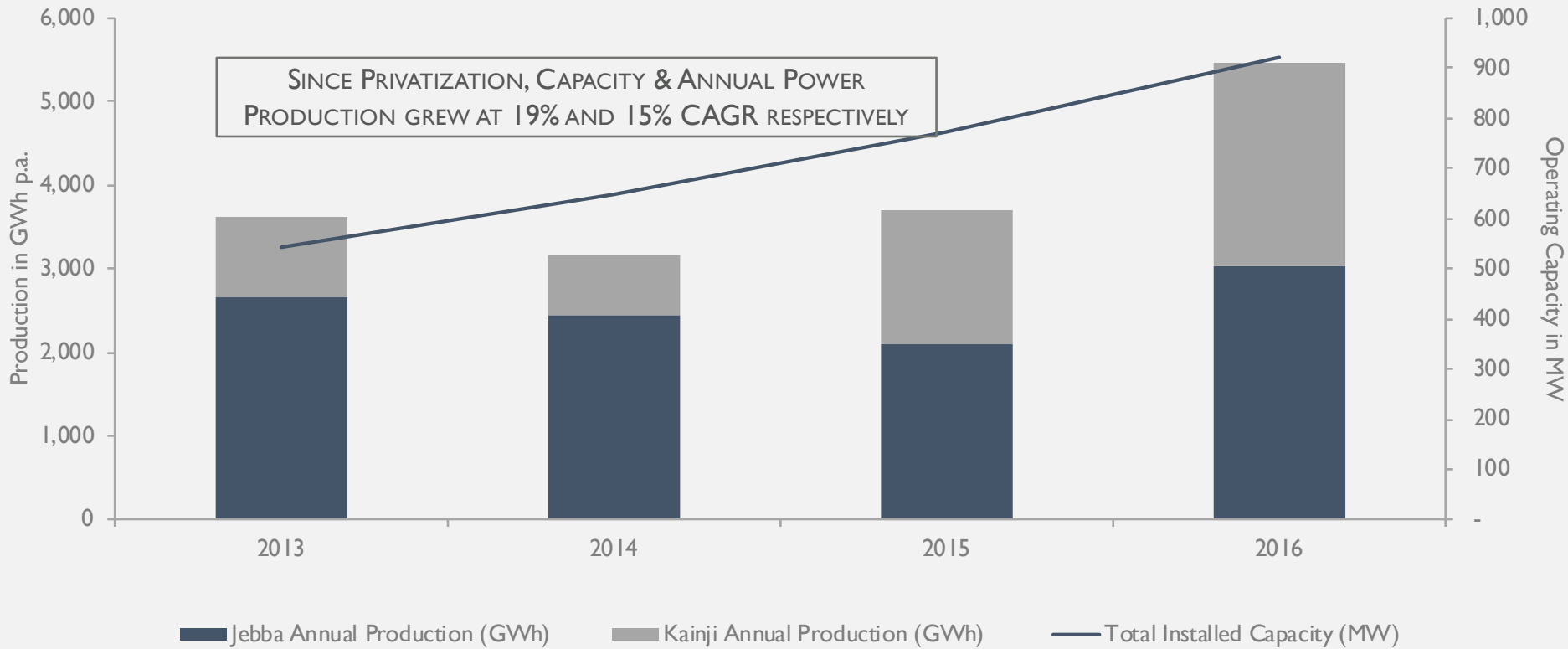
- MESL IS PRODUCING 20% OF NIGERIA'S GRID SUPPLY
- AWARDED A 15 YEAR CONCESSION ON 2 HYDRO ASSETS, (RENEWABLE ANOTHER 15 YRS) AND A 20 YEAR POWER PURCHASE AGREEMENT, BOTH STARTING IN NOVEMBER 2013
- DIVIDEND PAYMENTS BEGAN LATE 2017
- 920MW OPERATING, ADDITIONAL CAPACITY POTENTIAL:
 - PROGRAM TO REFURBISH EXISTING TURBINES AT BOTH DAM SITES
 - 4 UNUSED TURBINE SLOTS AT KAINJI: 320-400 MW INSTALL UPSIDE
- PRISTINE BALANCE SHEET (DEBT FREE IN OCTOBER 2018)
- GROWTH OPPORTUNITIES INCLUDE NEW 3RD PARTY PPA'S



● Reservoir Capital Corp. has first world expertise in hydro, with headquarters located in Canada, and partners in Nigeria, and UAE .

● MESL operates two dams in Nigeria both located on the Niger River, Africa's 3rd largest river

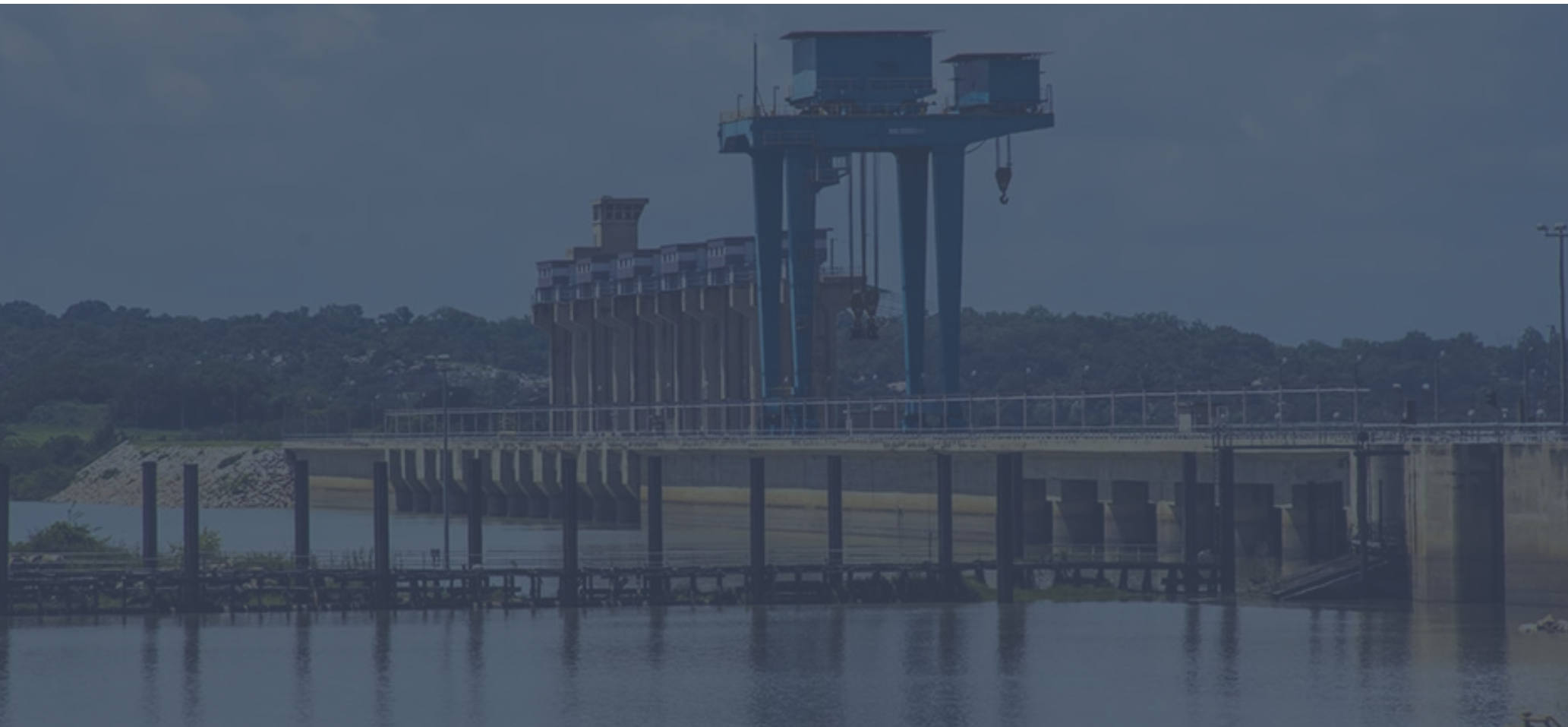
3. REO INVESTMENT OVERVIEW: MESL'S NIGER RIVER DAMS





4. WHY INVEST IN REO?

- 1. VALUE** IN FRONTIER REGIONS, SELLERS UNDERSTAND THAT REO'S HIGHER RISK PREMIUM AND FLEXIBILITY IN TAKING MINORITY STAKES MEANS REO'S INVESTMENTS CAN BE NEGOTIATED AT SIGNIFICANTLY LOWER MULTIPLES, MAKING FOR A BETTER VALUE PORTFOLIO.
- 2. QUALITY** REO'S TECHNICAL EXPERTISE FILTERS FOR INVESTMENTS WITH LIMITED DOWNSIDE AND SIGNIFICANT UPSIDE, AND OUR RELATIONSHIPS HELP IDENTIFY OWNER/OPERATOR TEAMS THAT WE CAN WORK WITH EFFECTIVELY OVER THE LONG TERM.
- 3. DIVERSIFICATION** REO IS SEEKING TO BUILD A DIVERSIFIED PORTFOLIO OF INVESTMENTS ACROSS HYDRO AND GEOTHERMAL ASSETS IN DIFFERENT GEOGRAPHIC LOCATIONS, REDUCING THE DEPENDENCY ON ANY ONE ASSET OR LOCATION.
- 4. UNIQUE** REO IS SEEKING INVESTMENTS IN FRONTIER REGIONS, A DIFFERENT AND UNIQUE STRATEGY COMPARED TO THE COMPETITIVE LANDSCAPE POPULATED BY MOST OF NORTH AMERICA'S AND EUROPE'S BLUE CHIP POWER PRODUCERS



Contact Information

Head Office:

501-543 Granville Street

Vancouver, British Columbia, V6C 1X8

P. (604) 662-8448

F. (604) 688-1157

Lewis Reford

CEO Reservoir Capital Corp.

Cellular (416) 399-2274

Email ceo@reservoircap.team

Website www.reservoircapitalcorp.com