

<b>Forward-looking Statement</b>	Fair value of controlling interest in a subsidiary expected to be recognized into income upon disposition is estimated at \$75.0 million as at December 31, 2017.
<b>Assumptions</b>	The valuation technique used a discounted cash flow with the following significant unobservable inputs and estimates: (1) Risk adjusted discount rate: 24.1% (avg. of two rates: 16.4% (core operations) and 31.7% (growth operations)) (2) Long term growth rate: 2.5% (3) Annual average EBITDA: \$59.1 million (4) Bluberi obtains required licenses and successfully enters key North American markets where it does not have operations.
<b>Risk Factors</b>	Significant risk factors that could cause actual results to differ materially from the estimates used in the valuation include: (1) Bluberi's ability to achieve the forecasted EBITDA targets; (2) competitor risk and unexpected changes in working capital requirements; (3) the possibility that Bluberi may not receive the regulatory approval required to sell games into key, new North American markets; (4) delays in the creation of a regulatory framework in a key targeted South American country. A 10% decrease or increase in the cashflows would result in a yield enhancement range between \$54.4 million to \$93.7 million.
<b>Significant Future Events/Milestone Assumptions to Support the Top End of the Valuations</b>	(1) Bluberi is able to achieve forecasted results; (2) regulatory approval is obtained in key new markets; (3) Bluberi is able to successfully procure contract manufacturing to meet demand; (4) working capital to meet demand is funded by Callidus (or other 3rd party); (5) the slot machines to be deployed meet the standards of the growing customer base; (6) a targeted South American country legislates and creates a regulatory framework for the gaming industry by 2019 and Bluberi is able to achieve forecasted results in the region.
<b>Updates for the Current Year</b>	(1) Callidus obtained control of the underlying borrower; (2) negotiations on the royalty agreement between Bluberi and a gaming company were completed; (3) successfully developed and launched a new gaming cabinet; (4) materially increased game library; and (5) completed reorganization of corporate structure to streamline the licensing process.