



NEWS RELEASE

HealthSpace Announces Expansion of its Oregon Agreement

VANCOUVER, BC – January 26, 2017 – Further to HealthSpace Data Systems Ltd. (the “Company” or “HealthSpace”) news release of November 14, 2016, the Company is pleased to announce that Lane County, Oregon, in conjunction with the State of Oregon, has increased their request for HealthSpace’s system to 24 additional counties. The agreement can now extent to a total of 34 counties. The term of the contract has also been extended by an additional year to October of 2018. This contract now has an aggregate value of over USD \$230,000.

HealthSpace President, Joseph Willmott stated "the successful roll out of our system during the initial phase of this contract has allowed us to expand our relationship with Lane County and the State of Oregon. When completed, HealthSpace will service a majority of the counties in the state. I'd like to congratulate our deployment team for their exemplary work during this initial phase."

About HealthSpace Data Systems Ltd.

HealthSpace is an industry leader providing inspection, information and communication management systems for federal, state, county and municipal governments. Over the last decade, the Company has successfully developed both enterprise and mobile internet-based applications currently serving over 300 state and local government organizations across North America. Clients range in size from small county organizations to state-wide systems with over 910 concurrent users, as well as national programs. HealthSpace specializes in the field of developing, installing, and maintaining inspection and regulatory management systems for environmental and public health organizations.

Forward-Looking Statements

This release may contain forward-looking statements. Forward-looking statements are statements that are not historical facts and are generally, but not always, identified by the words "expects", "plans", "anticipates", "believes", "intends", "estimates", "projects", "potential" and similar expressions, or that events or conditions "will", "would", "may", "could" or "should" occur. Although HealthSpace believes the expectations expressed in such forward-looking statements are based on reasonable assumptions, such statements are not guarantees of future performance and actual results may differ materially from those in forward looking statements. HealthSpace expressly disclaims any intention or obligation to update or revise any forward-looking statements whether as a result of new information, future events or otherwise.

For more information please contact:

Ali Hakimzadeh, Chairman
ali@sequoiapartners.ca
1-604-682-4600

Peter J. Kletas
PJK & Associates Inc.
peter@pjkandassociates.com
1-866-999-6251