

**SYNEX INTERNATIONAL INC.  
NEWS RELEASE**

**TSX : SXI**

**December 29, 2014**

<b>SYNEX INTERNATIONAL INC ACQUISITION OF WATER LICENCE APPLICATIONS</b>
--

Synex International Inc. (the “Company”) announces that its wholly owned subsidiary, Sigma Engineering Ltd. (“Sigma”) is proceeding to finalize the acquisition of 36 water licence applications (the “Applications”) in the vicinity of the Bute and Jervis Inlets in British Columbia. Sigma entered into a Purchase and Sale Agreement dated April 9, 2012 (the “PSA”) with a Receiver for Hawkeye Energy Corporation but was unable to finalize the acquisition at that time due to a claim of ownership by Hawkeye Power Corporation. The parties have been in extended litigation, which is continuing, however the closing of the PSA has been approved by the courts in British Columbia.

Sigma expects to market and sell the Applications. The Company has not previously targeted the Bute and Jervis Inlets for project development by its Energy Division.

The Company is a successful hydroelectric developer and consultant in British Columbia. The Company wholly owns or has proportionate interests in a total of 12 MW of operating facilities. In addition, the Company has applications for water licence and land tenure on over 55 potential hydroelectric sites which are in various stages of development or intended for disposition. Mostly, the water licence applications are for projects with individual capacities of less than 10 MW. BC Hydro under the current Standing Offer Program accepts applications for electricity purchase agreements for up to forty years for projects with a maximum size of 15 MW and for which BC Hydro has a stated goal of acquiring 50 GWh per year.

*“signed”*

---

Greg Sunell, President

400 – 1444 Alberni Street, Vancouver B C V6G 2Z4  
Phone (604) 688 8271 Ext. 309 Fax (604) 688 1286  
E-mail: [gsunell@synex.com](mailto:gsunell@synex.com) Web Site: [www.synex.com/](http://www.synex.com/)

*This press release contains forward-looking statements that involve risks and uncertainties. These statements reflect our current expectations and are subject to change. They are subject to a number of risks and uncertainties including, but not limited to, changes in economic conditions, risks associated with the construction and operation of hydroelectric facilities and changes in government policies.*