

**SYNEX INTERNATIONAL INC.  
NEWS RELEASE**

**TSX : SXI**

**May 6, 2016**

<b>SYNEX INTERNATIONAL INC. THIRD QUARTER OF FISCAL 2016</b>
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For the nine months ended March 31, 2016, revenue decreased to \$3,129,182 from \$3,340,157 in the corresponding period in fiscal 2015. The decrease in revenue was mainly due to reduced engineering services of \$444,895 offset by increased electricity sales of \$233,920.

Net income attributable to shareholders of the Company for the nine months ended March 31, 2016 was \$18,135 as compared to a net loss attributable to shareholders of the Company of \$232,352 in the corresponding period in fiscal 2015. The primary reason for the improved earnings was a decrease in salaries and contract services which resulted in a cost reduction of \$273,169. For the nine months ended March 31, 2016, the net income per share was \$0.00 as compared to a loss per share of \$0.01 in the corresponding period in fiscal 2015.

Cash flow from operating activities for the nine months ended March 31, 2016 was \$637,866 as compared to \$222,522 for the nine months ended March 31, 2015.

The capital expenditures in respect of the development of run-of-river hydro projects in British Columbia for the nine months ended March 31, 2016 totaled \$371,158. The Company's Power Division was most active on the proposed 5MW McKelvie Creek Project and the 4.3MW Newcastle Creek Project. On March 23, 2016, the Company announced that BC Hydro had confirmed that the Newcastle Creek Project was registered with the BC Hydro Standing Offer Program, Target Volume Management System for a Target Commercial Operation Date of 2018. The Power Division is currently offering to partner with third parties in respect of the continued capital expenditures of select development projects.

On April 22, 2016, the Supreme Court of Canada dismissed an application for leave to appeal by Hawkeye Power Corporation ("HPC"), effectively ending long standing litigation between the Company's Engineering Division and HPC in respect of ownership of thirty-six water licence applications located in southwestern British Columbia. On October 5, 2015, the Company announced that conditional agreements with independent third parties had been executed regarding the sale of five of the water licence applications and the Engineering Division is continuing to market the remaining thirty-one water licence applications.

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 licences and land tenure on over 50 potential hydroelectric sites which are either in various stages of development or intended for disposition.

*"signed"*

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Greg Sunell, President

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***Forward Looking Statements***

*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. The Company assumes no obligation to update or revise forward-looking information to reflect changes in assumptions, changes in circumstances or any other events affecting such forward-looking information, except as required by applicable law.*

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