

REDLINE COMMUNICATIONS SECURITIES LITIGATION

Ontario Superior Court of Justice, Court File No. 2198/10 CP

PROOF OF CLAIM AND RELEASE

I. GENERAL INSTRUCTIONS

1. **To recover as a member of the Class based on your claims in the action entitled *Nor-Dor Developments Limited & Deborah Bozh v. Redline Communications Group Inc., et al*, Court File No. 2198/10 CP, you must complete and, on page 6 hereof, sign this Proof of Claim and Release (“Proof of Claim”).** If you fail to file a properly addressed (as set forth in paragraph 4 below) Proof of Claim, your claim may be rejected and you may be precluded from any recovery from the settlement fund created in connection with the proposed settlement of the Litigation.
2. A separate proof of claim must be filed for each account in which common shares of Redline Communications Group, Inc. and Redline Communications, Inc., (“RDL”) were held.
3. Submission of this Proof of Claim, however, does not assure that you will share in the proceeds of settlement in the Litigation.
4. **MAIL YOUR COMPLETED AND SIGNED PROOF OF CLAIM AND RELEASE POSTMARKED ON OR BEFORE MARCH 5, 2012, ADDRESSED TO THE CLAIMS ADMINISTRATOR:**

Redline Securities Litigation

Claims Administrator
P.O. Box 3355
London, ON N6A 4K3

If you are NOT a member of the Class, as defined in the Settlement Agreement dated September 6, 2011 (the “Settlement Agreement”), DO NOT submit a Proof of Claim form.

If you are a member of the Class, you are bound by the terms of any judgment entered in the Litigation, WHETHER OR NOT YOU SUBMIT A PROOF OF CLAIM FORM, unless you have already opted-out of the Class.

II. DEFINITIONS

1. “Class” or “Class Members” means all persons, other than Excluded Persons and Opt-Out Parties, who acquired Eligible Shares.
2. “Class Period” means the period from December 06, 2006 up to and including March 15, 2010.
3. “Defendants” means Redline Communications Group Inc., Redline Communications, Inc., Thomas Hearne, Nancy Orr, Majed Sifri, Mahesh Vaidya, Philippe De Gaspé Beaubien III, Timothy Dibble, Mihnea Moldoveanu, David Andrews and KPMG LLP, the defendants in the Action.
4. “Excluded Persons” means the Defendants and Redline’s past or present subsidiaries, officers, directors, affiliates, legal representatives, heirs, predecessors, successors and assigns, and any member of the Individual Defendants’ families and any entity in which any of them has or had a legal or de facto controlling interest.
5. “Opt-Out Party” means any person who would otherwise be a Class Member who opts out of the Class.
6. “Released Claims” (or Released Claim in the singular) means any and all manner of claims, demands, actions, suits, causes of action, whether class, individual or otherwise in nature, whether personal or subrogated, damages whenever incurred, and liabilities of any nature whatsoever, including interest, costs, expenses, Administration Expenses, penalties, Class Counsel Fees and lawyers’ fees, known or unknown, suspected or unsuspected, in law, under statute or in equity, that Releasers, or any of them, whether directly, indirectly, derivatively, or in any other capacity, ever had, now have, or hereafter can, shall, or may have as against the Releasees, relating in any way to the purchase, sale, pricing, marketing or distributing of Eligible Shares during the Class Period, or to any representations made by the Releasees during the Class Period to anyone concerning Redline, its operations or the Eligible Shares, or relating to any conduct alleged (or which could have been alleged) in the Action, including, without limitation, any such claims which have been asserted, would have been asserted or could have been asserted as a result of the purchase of Eligible Shares in the Class Period.
7. “Releasees” means the Defendants, their insurers (including, but not limited to, the Insurer), their respective past and present affiliates, subsidiaries and associated partnerships (including, but not limited to, KPMG International and its member firms), and all of their respective past and present directors, officers, partners, employees, trustees, servants, consultants, underwriters, advisors, lawyers, representatives, successors, assigns and their heirs, executors, administrators, successors and assigns.

8. "Releasers" means, jointly and severally, the Plaintiffs, the Class Members (excluding Opt-Out Parties), including any person having a legal and/or beneficial interest in the Eligible Shares purchased or acquired by these Class Members, and their respective past and present directors, officers, employees, agents, trustees, servants, consultants, underwriters, advisors, representatives, heirs, executors, attorneys, administrators, guardians, estate trustees, successors and assigns, as the case may be.

III. CLAIMANT IDENTIFICATION

1. If you owned or acquired common shares of Redline and held the certificate(s) in your name, you were the beneficial purchaser as well as the record purchaser. If, however, the certificate(s) were registered in the name of a third party, such as a nominee or brokerage firm, you were the beneficial purchaser and the third party was the record purchaser.
2. Use Part I of this form entitled "Claimant Identification" to identify each purchaser or acquirer of record. In addition, if you were NOT the beneficial owner and are filing a claim on behalf of the beneficial owner, please complete the "Trustee/Asset Manager/Nominee/Record Owner's Name" field in Part I of the "Claimant Identification" section on the first page of the claim form. THIS CLAIM MUST BE FILED BY THE ACTUAL BENEFICIAL OWNER OR OWNERS, OR THE LEGAL REPRESENTATIVE OF SUCH OWNER OR OWNERS OF REDLINE COMMON SHARES UPON WHICH THIS CLAIM IS BASED.
3. All joint owners must sign this claim. Executors, administrators, guardians, conservators and trustees must complete and sign this claim on behalf of Persons represented by them and their authority must accompany this claim and their titles or capacities must be stated. The Social Insurance number, Business number or other unique tax identifier and telephone number of the beneficial owner may be used in verifying the claim. Failure to provide the foregoing information could delay verification of your claim or result in rejection of the claim.

IV. CLAIM FORM

1. You may file your Proof of Claim form with the Claims Administrator by submitting a claim by mail to the Claims Administrator (see address on first page of these instructions).
2. A separate Proof of Claim must be filed for each account in which common shares of Redline were held.
3. You must provide all of the requested information with respect to **all** of your purchases or acquisitions of Redline common stock which took place at any time between December 6, 2006 to March 15, 2010, inclusive (the "Class Period"). If traded on the Toronto Stock Exchange ("TSX"), you must also provide all of the requested information with respect to **all** of the Redline common stock you held at the close of trading on October 24, 2007 and March 30, 2010. If traded on the Alternative Investment Market ("AIM") of the London Stock Exchange, you must provide all of the requested information with respect to **all** of the Redline common stock you held at the close of trading on December 5, 2006, January 2, 2009, and March 30, 2010.
4. List each transaction in the Class Period separately and in chronological order, by trade date, beginning with the earliest. You must accurately provide the month, day and year of each sale you list.
5. Broker confirmations or other documentation of your transactions in common shares of Redline should be attached to your claim.
6. The above requests are designed to provide the minimum amount of information necessary to process most claims. The Claims Administrator may request additional information as required to efficiently and reliably calculate your losses. In some cases where the Claims Administrator cannot perform the calculation accurately or at a reasonable cost to the Class with the information provided, the Claims Administrator may conditionally accept the claim pending receipt of additional information.
7. NOTICE REGARDING ELECTRONIC FILES: Certain claimants with large numbers of transactions may request, or may be requested, to submit information regarding their transactions in an electronic aggregate file. If you wish to file an electronic file batch claim, you must contact the Claims Administrator at 1-866-432-5534 or redline@nptricepoint.com.

Official
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Only

ONTARIO SUPERIOR COURT OF JUSTICE
*Nor-Dor Developments v.
Redline Communications Group, Inc., et al.*
Court File No. 2198/10 CP

PROOF OF CLAIM AND RELEASE
Please Type or Print in the Boxes Below
Do **NOT** use Red Ink, Pencil, or Staples

**Must be Postmarked
No Later Than
March 5, 2012**

REDLINE

PART I: CLAIMANT IDENTIFICATION

Last Name	M.I.	First Name
<input type="text"/>	<input type="text"/>	<input type="text"/>
Last Name (Co-Beneficial Owner)		First Name (Co-Beneficial Owner)
<input type="text"/>		<input type="text"/>
<input type="radio"/> RRSP <input type="radio"/> RRIF <input type="radio"/> RESP <input type="radio"/> Trust <input type="radio"/> Joint Tenancy <input type="radio"/> Employee <input type="radio"/> Individual <input type="radio"/> Other _____		
Company Name (Beneficial Owner - If Claimant is not an Individual) or Custodian Name (specify)		
<input type="text"/>		
Trustee/Asset Manager/Nominee/Record Owner's Name (if Different from Beneficial Owner Listed Above)		
<input type="text"/>		
Account#/Fund# (Not Necessary for Individual Filers)		
<input type="text"/>		

Social Insurance Number	Business Number	Or other Unique Tax Identifier
<input type="text"/>	or <input type="text"/> — <input type="text"/>	or <input type="text"/>
Telephone Number (Work)	Telephone Number (Home)	
<input type="text"/> — <input type="text"/> — <input type="text"/>	<input type="text"/> — <input type="text"/> — <input type="text"/>	
Email Address		
<input type="text"/>		

MAILING INFORMATION

Address		
<input type="text"/>		
Address		
<input type="text"/>		
City	State	Zip Code
<input type="text"/>	<input type="text"/>	<input type="text"/> — <input type="text"/>
Province	Postal Code	Country Name/Abbreviation
<input type="text"/>	<input type="text"/>	<input type="text"/>

FOR CLAIMS PROCESSING ONLY	OB <input type="text"/>	CB <input type="text"/>	<input type="radio"/> ATP <input type="radio"/> KE	<input type="radio"/> BE <input type="radio"/> DR <input type="radio"/> EM	<input type="radio"/> FL <input type="radio"/> ME <input type="radio"/> ND	<input type="radio"/> OP <input type="radio"/> RE <input type="radio"/> SH	<input type="text"/> M M / <input type="text"/> D D / <input type="text"/> Y Y Y Y	FOR CLAIMS PROCESSING ONLY
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PART IV. DECLARATION & RELEASE

I (We) declare under penalty of perjury that the information on this claim form is true, correct and complete to the best of my (our) knowledge, information and belief.

I (We) declare that I (we) have disclosed all of my (our) holdings and purchase and sales transactions in Redline common shares for the time periods identified in this claim form.

I (We) also declare that I (we) am (are) not an Excluded Person or Excluded Persons (as defined in the Notice).

I (We) and my (our) personal representatives, agents, heirs, executors, administrators, trustees, beneficiaries, current and former plan members and contributors, successors, assigns, and any person they represent in relation to Redline common shares purchased or otherwise acquired during the Class Period or in relation to the Released Claims (as defined in the Settlement Agreement), hereby release and forever discharge the Releasees (as defined in the Settlement Agreement), and acknowledge that I (we) will be barred and enjoined from suing, continuing to sue or being part of any other lawsuit against the Releasees relating to the Released Claims. Provided, however, that this release shall be of no force or effect unless and until the Effective Date (as defined in the Settlement Agreement) has occurred.

I (We) acknowledge and agree that the Claims Administrator may disclose all information relating to my (our) claim to the Courts and counsel to the parties in the Actions.

Executed this _____ day of _____ in _____
(Month/Year) (City/Province/Country)

(Sign your name here)

(Sign your name here)

(Type or print your name here)

(Type or print your name here)

(Capacity of person(s) signing, e.g.,
Beneficial Purchaser or Acquirer, Executor or Administrator)

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Beneficial Purchaser or Acquirer, Executor or Administrator)

Proof of Authority to File Enclosed? Y N

Proof of Authority to File Enclosed? Y N

**ACCURATE CLAIMS PROCESSING TAKES A SIGNIFICANT AMOUNT OF TIME.
THANK YOU FOR YOUR PATIENCE.**

Reminder Checklist:

- 1. Please sign the above release and declaration.
- 2. Remember to attach supporting documentation, if available.
- 3. Do not send original shares certificates.
- 4. Keep a copy of your claim form and all supporting documentation for your records.
- 5. The Claims Administrator will acknowledge receipt of your Proof of Claim and Release by mail or email within 60 days. Your Proof of Claim and Release is not deemed fully filed until you receive an acknowledgment postcard. If you do not receive an acknowledgment postcard within 60 days, please call the Claims Administrator toll free at 1-866-432-5534.
- 6. If you move, please send the Claims Administrator your new address.

PART V. PRIVACY STATEMENT

All information provided by the Claimant is collected, used, and retained by the Claims Administrator and Class Counsel pursuant to the *Personal Information Protection and Electronic Documents Act* (PIPEDA) for the purposes of administering the Redline Inc. Settlement Agreement, including evaluating the Claimant's eligibility status under the Settlement Agreement. The information provided by the Claimant is strictly private and confidential and will not be disclosed without the express written consent of the Claimant, except in accordance with the Redline Inc. Settlement Agreement.

"Class Counsel" is defined as Siskinds LLP of London, Ontario.

The "Claims Administrator" is defined as NPT RicePoint Class Action Services Inc. of London, Ontario, and Gilardi & Co, LLC of San Rafael, California.

