

Quarterly Investor Fact Sheet

Q4 and Year End 2017

Founded in 1996 by President & CEO, Maury Marks, Quorum Information Technologies Inc. is a Canadian company with over 20 years of experience providing dealer management systems (DMS) to auto dealerships.

Quorum has developed its own state-of-the-art proprietary enterprise management software for dealerships called **XSELLERATOR™**, a comprehensive solution that automates, integrates, and streamlines every department in a dealership (sales, service, parts, accounting), and includes full integration with Original Equipment Manufacturer (OEM) data (GM, Nissan, Ford, etc.)

Quorum develops, markets, sells (through a SaaS pricing model), and implements and supports **XSELLERATOR™** across a wide customer base of franchised automotive dealerships throughout North America, as well as other independent auto (pre-owned) and non-automotive dealerships.

Unique to Quorum's solution is that **XSELLERATOR™** is more than just a DMS. The tools and processes within allow dealers to not only enhance the sales process, but also provide dealerships with a platform for increasing the service and parts revenues that they generate from their own customers.

Quorum serves a diverse base of dealerships across North America. As of Q4 2017, 341 "rooftops" use **XSELLERATOR™** and these customers range from small single-point dealerships to multi-store operations with hundreds of users.

The company trades on the TSX Venture Exchange under the symbol QIS and employs 140 people based in offices in Calgary, Alberta, St. John's, Newfoundland, London, Ontario and Detroit, Michigan (USA).

Market Data at April 20, 2018

- **Director control/ownership: 36.3%**
- **Dealership ownership: 15.6%**
- Symbol: QIS
- Stock Exchange: TSX Venture Exchange
- Closing price per share: \$0.53
- 52 week price range: \$0.50 - \$0.85
- Shares outstanding: 52,768,694
- Market capitalization: \$27,967,408
- Last Capital Raised: \$3,105,518 in Dec. 2015
(8,872,909 shares at \$0.35/share)
- Selected in 2016 for the TSX Venture 50™

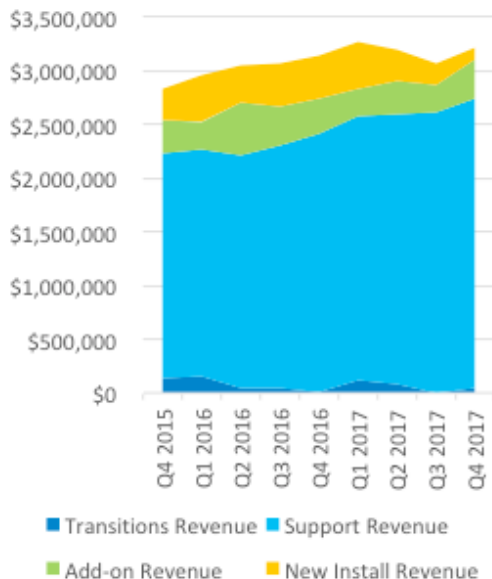
Q4 and Year End 2017 Financial Highlights

	Three Months Ended Dec. 31, 2017	Three Months Ended Dec. 31, 2016	Change	Year Ended Dec. 31, 2017	Year Ended Dec. 31, 2016	Change
Revenue						
Support*	2,705,286	2,394,333	13%	10,283,681	8,930,984	15%
Add-On*	357,440	326,171	10%	1,189,158	1,452,067	-18%
New Installations	114,793	389,457	-71%	1,039,486	1,544,205	-33%
Core Revenue Sub-Total	3,177,519	3,109,961	2%	12,512,325	11,927,256	5%
Transitions Revenue	36,560	17,764	106%	231,301	251,194	-8%
Total Revenue	3,214,079	3,127,725	2.8%	12,743,626	12,178,450	5%
Direct Costs	1,551,502	1,466,859	6%	6,233,132	5,810,362	7%
Gross Margin	1,662,577	1,660,866	0%	6,510,494	6,368,088	2%
Gross Margin %	52%	53%		51%	52%	
EBITDA**	493,680	388,959	27%	1,894,463	1,916,765	-1%
Net Income	65,778	129,990	-49%	474,411	493,059	-4%
Weighted average number of common shares						
Basic	52,074,361	51,485,200	1%	52,074,361	51,485,200	1%
Fully Diluted	52,074,361	51,485,200	1%	52,074,361	51,485,200	1%
Net income per Common Share						
Basic	\$ 0.0013	\$ 0.0025	-50%	\$ 0.0091	\$ 0.0096	-5%
Fully Diluted	\$ 0.0013	\$ 0.0025	-50%	\$ 0.0091	\$ 0.0096	-5%

*In previous years, Communicator revenue was included in Add-on Revenue. In 2017 Communicator revenue has been included within Support revenue as it is truly recurring revenue and comparative periods have been updated. A detailed description of the changes is included in the MD&A.

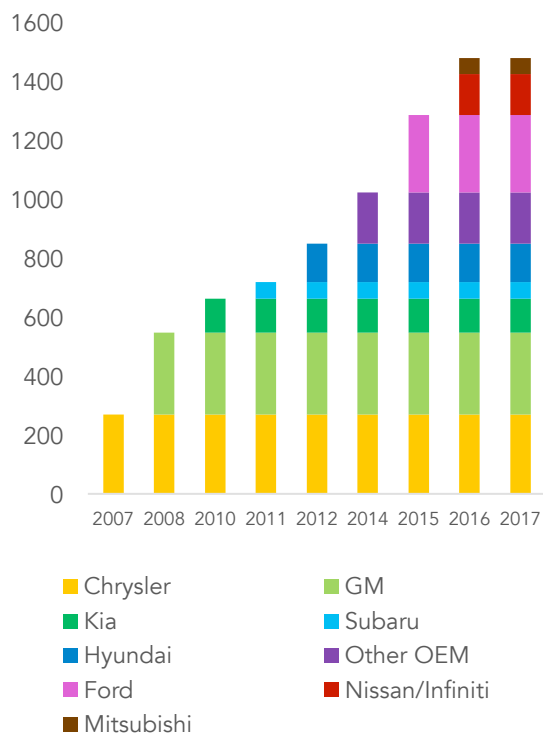
**EBITDA refers to earnings before interest, taxes, depreciation, amortization, foreign exchange gains and losses and stock-based compensation.

Quarterly Revenue Growth



*2017, 2016 & 2015 revenue amounts by revenue category have been restated from previous calculations due to SaaS based Communicator Revenue being moved from the Add-on Revenue category to the Support Revenue category (SaaS).

Growth in Canadian TAM (Total Addressable Market)



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Investment Essentials

Dealership Rooftops

The primary driver of growth for Quorum is the number and size of dealership rooftops that implement **XSELLERATOR™**. Sales to new dealership rooftops drive the New Installations revenue stream. At the end of Q4 2017, Quorum had a customer base of 341 rooftops with approximately 78% of those located in Canada and the remainder located in the USA.

Total Addressable Market (TAM)

The main driver of dealership rooftop growth is the size of Quorum's total addressable market, or TAM. The main driver of Canadian and USA TAM expansion is integration with the various automobile manufacturers (OEMs) as any dealer management system (DMS) must provide full integration with the auto dealership's OEM (Nissan, Ford, GM, etc.). Since 2007, Quorum has integrated with a number of OEMs, expanding its Canadian TAM by 449% from 269 rooftops in 2007 to over 1476 at the end of Q4 2017. In 2017 Quorum also completed Ford USA integration development, and in February of 2018, Quorum piloted its first Ford dealership in the USA, the result being that Quorum can now market **XSELLERATOR™** in the USA, increasing its TAM in the USA by 35%. Quorum has plans to continue to integrate with additional OEMs into 2018 and beyond.

Average Recurring Revenue per Rooftop (ARRPR)

Quorum now collects all of its recurring SaaS based revenues in its Support Revenue stream, and in 2017 it added its recurring Communicator software revenues, previously included in Add-on Revenue, to this stream. Once a dealership has installed **XSELLERATOR™**, recurring Support Revenues are earned from the SaaS (software as a service) nature of the **XSELLERATOR™** software solution. Quorum's trailing twelve month (TTM) ARRPR has grown by 16% over the past two years.

Dealer Utilization

Unique to Quorum's solution is that **XSELLERATOR™** is more than just a DMS. The tools and processes within allow dealers to not only enhance the sales process, but also provide dealerships with a platform for increasing the service and parts revenues that they bring in from their own customers. The more a dealer utilizes all of the processes and tools within **XSELLERATOR™**, the more complete a solution it becomes for that dealer.

Dealership Satisfaction

Dealership satisfaction is a key driver for to continued strong growth. Quorum reports on the consistently high dealership satisfaction ratings it achieves in its quarterly financial reports.