



August 21, 2014

ANNOUNCEMENT

Watson Building Supplies Employees,

We are pleased to announce that WSB Titan Inc ("Titan") has entered into an agreement to complete the acquisition of Slegg Construction Materials Limited ("Slegg") by the end of 2014.

Slegg is the largest supplier of building materials and related products on Vancouver Island with 14 locations serving both the retail and contractor base in all of the Island's major centres. With a presence spanning more than 4 decades, Slegg has established a market leading position and is well known as a respected corporate citizen and member of the many communities it supports.

The acquisition is an important step in further fortifying our position as the Canadian marketplace leader. As you are well aware, these steps in combination with the hard work we are all undertaking to continually improve our operations will be the keys to our success for many years to come.

Thank you in advance for your continued support and if you have any questions please do not hesitate to contact myself or Doug.

Yours truly,

A handwritten signature in black ink, appearing to be "Gordon Coutts", written over a white background.

Gordon Coutts
CFO/COO
Watson Building Supplies

Barrie

733 Bayview Drive, Barrie, Ontario L4N 9A5
P: 705.734.2933 - F: 705.734.1961
infobarrie@watsonbuildingsupplies.com

Burlington

3191 Mainway, Burlington, Ontario L7M 1A6
P: 905.637.1010 - F: 905.637.1857
infoburlington@watsonbuildingsupplies.com



Vaughan

50 Royal Group Crescent, Unit 2, Vaughan, Ontario L4H 1X9
P: 905.669.1898 - F: 905.652.2673
infovaughan@watsonbuildingsupplies.com

London

481 Newbold Street, London, Ontario N6E 1K4
P: 519.668.7510 - F: 519.668.7538
infoLondon@watsonbuildingsupplies.com

Belleville

130 Adam Street, Belleville, Ontario K8N 2X9
P: 613.969.7070 - F: 613.969.9515
infobelleville@watsonbuildingsupplies.com