

**FORM 7**

**MONTHLY PROGRESS REPORT**

Name of CNSX Issuer: **GLOBAL UAV TECHNOLOGIES LTD** (the "Issuer").  
Trading Symbol: **UAV**  
Number of Outstanding Listed Securities: **136,755,634**  
Date: **December 7, 2018**

**Report on Business**

1. Provide a general overview and discussion of the development of the Issuer's business and operations over the previous month. Where the Issuer was inactive disclose this fact.

**The following are summaries of news releases of the Issuer released during the month. For complete details all news releases of the Issuer are available on SEDAR at [www.sedar.com](http://www.sedar.com).**

**On November 5, 2018**, the Issuer announced that its wholly owned subsidiary, High Eye Aerial Imaging Inc. ("High Eye") has recently signed a multi-site services contract to provide drone surveys with one of the largest aggregate and building materials companies in Ontario, Canada.

The contract includes an initial scope of surveying 21 aggregate pits and quarries across central Ontario, in multiple locations, with the possibility of future expansion of services. The surveys will provide the client with valuable, highly accurate inventory volumes enabling them to make more informed decisions with respect to their business operations. Recurring inventory volume surveys are a disruptive technology in the Aggregate industry as they deliver a more accurate and economical solution than conventional survey methods.

"We are very pleased with the continued growth and scope of industrial customers that High Eye is serving as clients. When we acquired High Eye our goal was to build a recognized brand that delivers professional, industry leading drone solutions and data to our customers, in addition to securing and expanding our valuable clientele base. We are proud to deliver on that vision and look forward to continued growth of High Eye Aerial into the future," commented Michael Burns, CEO, Global UAV Technologies Ltd.

**On November 15, 2018**, the Issuer announced that its wholly owned subsidiary, Pioneer Aerial Surveys Ltd. ("Pioneer Aerial") has secured a UAV-MAG™ survey contract in Brazil with the potential for significant survey expansion. This survey marks the first services contract in Brazil for Pioneer Aerial.

With this contract, Pioneer Aerial crews will be flying UAV-MAG™ surveys over 4 continents and 5 countries through the month of November. Operation locations include Serbia, Argentina, Brazil, Canada and Nigeria.

Brazil is a world-class mining jurisdiction resulting from the combination of experienced labor forces, abundant infrastructure, extensive exploration and mine development potential. Global UAV is well positioned to work in South America offering innovative drone technology solutions to Brazil's mining and exploration industry, one of the largest globally.

“International UAV-MAG™ surveys represent a significant proportion of Pioneer Aerial’s current and future work flow. This global marketplace growth reflects the disruptive nature of our technology and services, in addition to our rapid global emergence as the leading UAV-MAG™ service provider. Operating drone surveys in 5 countries simultaneously is a great achievement for Global UAV,” commented Michael Burns, CEO, Global UAV Technologies Ltd.

**On November 30, 2018**, the Issuer provided a shareholder update on the Company and its subsidiaries. Several changes resulting from the growth to-date have been implemented to support the expansion of Global UAV and our subsidiary companies throughout the world. Global UAV and its Board of Directors, along with Management and staff, are pleased to provide this Shareholder Update as a synopsis of the events and developments within the Company during the past 12 months.

A Message from Management:

“Along with the growth of Global UAV and our operating divisions comes the need to constantly evaluate and streamline the operational processes and company structures. These measures of change intend to decrease operating expenses and strengthen our top line revenue and margins for the companies. Of significance, High Eye Aerial and Pioneer Aerial have begun to realize self-supporting revenue as a result of strong growth. In the near future, the initial launch of scaled production of the Procyon 800E helicopter from NOVAerial is also planned. We anticipate further revenue growth towards profitability as sales increase in the coming year. We look forward to keeping our shareholders informed as the progress continues.”

Introduction:

Global UAV is the parent company of four UAV companies which are separated into three operating divisions including Manufacturing and Engineering, Services and Regulatory Compliance:

#### *Global UAV – Parent Corporation*

Global UAV has recently implemented streamlined accounting and reporting in addition to consolidating many of the operational and management activities of the Company. These changes will result in increased management oversight, operational efficiencies, a reduction of overhead costs, and increased support for the revenue and business growth of the subsidiary companies. The Company currently has a total of 31 personnel within the Services, Manufacturing and Engineering, and Regulatory Compliance divisions of Global UAV.

The changes include:

- Appointment of Mr. Andrew Male as Chief Operating Officer of the Company
- The appointment of Mr. Jonathan Richards as CFO
- Consolidation of legal representation across all business units to McMillan LLP
- Centralizing accounting across all business units
- Formation of the Advisory Board with initial members
- Initiation of marketing and investor exposure activities
- Updated marketing materials, website and social media pages

- Reduction of corporate overhead expenditures through consultant contract renegotiations
- Consolidation of physical operations and facilities for Services and Engineering/Manufacturing divisions

The above changes all have a positive and immediate impact on the overall business operations and the financial position of Global UAV. The reductions in cost and increase in margins on earned revenue will provide the Company with additional resources and structure to support current and future growth.

#### *Services Division*

The Company's services division, comprised of Pioneer Aerial Surveys Ltd. ("Pioneer Aerial") and High Eye Aerial Imaging Inc. ("High Eye"), have recently experienced growth and expansion of drone operations to international locations across 10 countries and four continents. Both Pioneer Aerial and High Eye have growing client lists with repeat customers, including major, multinational companies, cities, municipalities and local governments. These client sectors include mining, energy, transportation, agriculture and environmental.

Pioneer Aerial has recently restructured its internal operations and personnel to increase cashflow margins, increase management efficiency and customer service and reduce expenses on earned revenue. These changes will provide long term sustainable benefit to the company in terms of operational efficiencies and revenue growth. Pioneer Aerial has demonstrated strong growth in annual revenues with continued expansion into new markets and regions such as Europe, Africa and South America. Diversifying services remains a key growth strategy with the addition of unexploded ordnance ("UXO"), pipe line and well head infrastructure detection surveys to the existing mineral exploration survey solutions. Pioneer Aerial is well recognized and highly respected as the leading service provider for drone-based geophysics worldwide.

High Eye acquired a Phoenix Ranger LR LiDAR sensor, which is one of the highest quality UAV capable LiDAR sensors available. Client base expansion continues with services growth in the aggregate, construction, municipalities, transportation and infrastructure verticals. At this time, High Eye has operated on two continents and three countries and continues to expand into new industry and geographical markets.

#### *Engineering and Manufacturing Division*

NOVAerial Robotics Inc. ("NOVAerial") achieved significant milestones in the development and final prototype production of the Procyon 800E helicopter in addition to completing several high-profile drone technology R&D projects. The Procyon 800E prototype refinement included several hardware and software upgrades including a tail rotor re-design to upgrade the helicopter to a maintenance-free fixed-pitch tail which is more robust and reliable than the previous version. Other achievements made by NOVAerial's Procyon development is 4G network flight capabilities, multiple payload integrations, and improvements to weight reduction and flight endurance. The helicopter is now undergoing assessment for commercial production by a US-based third party manufacturer specializing in building systems for several defense suppliers. In parallel, several commercial enterprise-level sales relationships are evolving with OEM sensor manufacturers, both domestically and internationally, to build a pre-launch sales demand for the Procyon 800E. Last month, the company secured a new facility which combines High Eye and Pioneer Aerial field offices

with NOVAerial. This facility provides several advantages and cost savings, including access to an on-site flight-testing range and the ability to collaborate directly with the Global's services division.

All of these improvements have contributed to the Procyon 800E and future Procyon models as a best-in-class helicopter Unmanned Aerial System ("UAS") that is ready for commercial production and sales.

Global UAV sees a significant potential for the sales of the Procyon System to sensor manufacturer OEM's and resellers as the ideal UAV platform to mount specialized heavy payloads, such as LiDAR and remote sensing sensors. As the Company realizes the ability to manufacture multiple units in a streamlined and controlled environment, Global UAV has begun developing reseller relationships in preparation for sales, distribution and support of the Procyon System.

The Company is actively demonstrating the Procyon in Europe and North America to potential resellers and direct sales customers. Once the Procyon 800E moves to production, Novaerial will focus on further development of additional Procyon product systems and specialized projects for customers.

#### *Regulatory Compliance Division*

UAV Regulatory Services Ltd. ("UAV Regulatory"), the Global UAV compliance division achieved several key milestones for Global UAV, including successfully managing the first ever Transport Canada sanctioned drone flight over a Canadian City by High Eye Aerial. UAV Regulatory also participated in the Canadian House of Commons Transportation Committee hearings in Ottawa by providing representation and a verbal statement for the unmanned aerial vehicle industry. The company worked with Pioneer Aerial recently to obtain a Beyond Visual Line of Sight ("BVLOS") Special Flight Operating Certificate ("SFOC") for flight operations at the test range in Foremost, Alberta.

2. Provide a general overview and discussion of the activities of management.

**Management has actively been working with its subsidiaries to improve efficiencies and increase revenue.**

3. Describe and provide details of any new products or services developed or offered. For resource companies, provide details of new drilling, exploration or production programs and acquisitions of any new properties and attach any mineral or oil and gas or other reports required under Ontario securities law.

**None to report**

4. Describe and provide details of any products or services that were discontinued. For resource companies, provide details of any drilling, exploration or production programs that have been amended or abandoned.

**No work has been performed on the Company's exploration properties in Mexico for over a year.**

5. Describe any new business relationships entered into between the Issuer, the Issuer's affiliates or third parties including contracts to supply products or services, joint venture agreements and licensing agreements etc. State whether the relationship is with a Related Person of the Issuer and provide details of the relationship.

**The Issuer's subsidiaries are always working on creating new business relationships. As they are in a very competitive sector, many of those new business relationships are confidential. However, when a new business relationship becomes more significant the Issuer will report that publicly.**

**The Issuer signed consulting agreements with the following companies during the month:**

- N/A

6. Describe the expiry or termination of any contracts or agreements between the Issuer, the Issuer's affiliates or third parties or cancellation of any financing arrangements that have been previously announced.

**None to Report**

7. Describe any acquisitions by the Issuer or dispositions of the Issuer's assets that occurred during the preceding month. Provide details of the nature of the assets acquired or disposed of and provide details of the consideration paid or payable together with a schedule of payments if applicable, and of any valuation. State how the consideration was determined and whether the acquisition was from or the disposition was to a Related Person of the Issuer and provide details of the relationship.

**None to Report**

8. Describe the acquisition of new customers or loss of customers.

**The Issuer's wholly owned subsidiaries Pioneer Aerial Surveys, High Eye Aerial Imaging, UAV Regulatory Services and NOVAerial Robotics have new customers on a consistent basis – many of these customers sign contracts specific to particular jobs, hence many of the customers are for single jobs.**

**For privacy of their customers, those names will generally not be released to the public. Those few that are made public are generally included in news releases.**

9. Describe any new developments or effects on intangible products such as brand names, circulation lists, copyrights, franchises, licenses, patents, software, subscription lists and trademarks.

**None to Report**

10. Report on any employee hirings, terminations or lay-offs with details of anticipated length of lay-offs.

**The Issuer's subsidiaries, specifically High Eye, Pioneer Aerial (with Aerial Imaging Resources) and NOVAerial, continue to add staff as a result of their continued growth.**

**Jean-Francois Dionne resigned from High Eye Aerial.**

11. Report on any labour disputes and resolutions of those disputes if applicable.

**None to Report**

12. Describe and provide details of legal proceedings to which the Issuer became a party, including the name of the court or agency, the date instituted, the principal parties to the proceedings, the nature of the claim, the amount claimed, if any, if the proceedings are being contested, and the present status of the proceedings.

**None to Report**

13. Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness.

**The only significant debt the Issuer currently has is associated with Minera Alta Vista, which is looking at options to resolve such debt.**

14. Provide details of any securities issued and options or warrants granted

Security	Number Issued	Details of Issuance	Use of Proceeds <sup>(1)</sup>

(1) *State aggregate proceeds and intended allocation of proceeds.*

15. Provide details of any loans to or by Related Persons.

**None to Report**

16. Provide details of any changes in directors, officers or committee members.

**None to Report**

17. Discuss any trends which are likely to impact the Issuer including trends in the Issuer's market(s) or political/regulatory trends.

**The UAV sector has been receiving a greater amount of attention in the media, which has created a larger awareness of the public.**

**The lack of market interest in early stage exploration properties continues to affect the ability to operate in Mexico. The Company is currently looking at options to exit Mexico.**

## Certificate of Compliance

The undersigned hereby certifies that:

1. The undersigned is a director and/or senior officer of the Issuer and has been duly authorized by a resolution of the board of directors of the Issuer to sign this Certificate of Compliance.
2. As of the date hereof there are no material information concerning the Issuer which has not been publicly disclosed.
3. The undersigned hereby certifies to CNSX that the Issuer is in compliance with the requirements of applicable securities legislation (as such term is defined in National Instrument 14-101) and all CNSX Requirements (as defined in CNSX Policy 1).
4. All of the information in this Form 7 Monthly Progress Report is true.

Dated: **December 7, 2018.**

**JAMES ROGERS**

Name of Director or Senior Officer

“SIGNED”

Signature

**President & Director**

Official Capacity

<i>Issuer Details</i> Name of Issuer <b>GLOBAL UAV TECHNOLOGIES LTD.</b>	For Month End <b>November 30, 2018</b>	Date of Report YY/MM/DD <b>18-12-07</b>
Issuer Address <b>459, 409 GRANVILLE STREET</b>		
City/Province/Postal Code <b>VANCOUVER, B.C. V6C 1T2</b>	Issuer Fax No. (604)678-2532	Issuer Telephone No. (604)678-2531
Contact Name <b>James Rogers</b>	Contact Position President	Contact Telephone No; 604-678-2531
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