

tracesafe

December 24, 2020

Canadian Securities Exchange (the "Exchange")
220 Bay Street, 9th Floor
Toronto, ON
M5J 2W4

Dear Sirs/Mesdames:

Re: TraceSafe Inc. (the "Company") – Payment of consideration in connection with the Company's significant transaction

The Company retained the consultancy services of Antonio Zivanovic with an effective date of November 23, 2020 for workforce recruitment and placement (the "Consultancy Services"). As specified in an invoice dated November 23, 2020, issued in connection with the provision of the Consultancy Services by Antonio Zivanovic, the Company agreed to pay the consultancy fee of \$35,000 (the "Consultancy Fee") in common shares of the Company (the "Consideration Shares"), valued at a price of \$0.35 per Consideration Share, such price per security not lower than the closing market price of the security on the Exchange on the Trading Day prior to the date of the Agreement, less the allowed discount of not more than 25% the closing price of common shares of the Company pursuant to Policy 6 of the Exchange.

In connection for the provision of the Consultancy Services, the Company confirms the issuance of 100,000 Consideration Shares to Antonio Zivanovic for the provision of the Consultancy Services to the Company.

Yours truly,

TRACESAFE INC.

/s/ Wayne Lloyd
Wayne Lloyd
President, CEO