

## FORM 7

### MONTHLY PROGRESS REPORT

Name of Listed Issuer: Global Cannabis Applications Corp. (the "Issuer" or "GCAC")

Trading Symbol: APP

Number of Outstanding Listed Securities: 179,145,424

Date: June 6, 2021

This Monthly Progress Report must be posted before the opening of trading on the fifth trading day of each month. This report is not intended to replace the Issuer's obligation to separately report material information forthwith upon the information becoming known to management or to post the forms required by Exchange Policies. If material information became known and was reported during the preceding month to which this report relates, this report should refer to the material information, the news release date and the posting date on the Exchange website.

This report is intended to keep investors and the market informed of the Issuer's ongoing business and management activities that occurred during the preceding month. Do not discuss goals or future plans unless they have crystallized to the point that they are "material information" as defined in the Policies. The discussion in this report must be factual, balanced and non-promotional.

#### **General Instructions**

- (a) Prepare this Monthly Progress Report using the format set out below. The sequence of questions must not be altered nor should questions be omitted or left unanswered. The answers to the items must be in narrative form. State when the answer to any item is negative or not applicable to the Issuer. The title to each item must precede the answer.
- (b) The term "Issuer" includes the Issuer and any of its subsidiaries.
- (c) Terms used and not defined in this form are defined or interpreted in Policy 1 – Interpretation and General Provisions.

#### **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 Issuer is a global leader in designing, developing, SaaS licensing and acquiring innovative data technologies for the medical cannabis industry. Its Citizen Green and Efixii platforms are the world's first end-to-end - from patient to regulator - medical cannabis data solutions. They use six core technologies: mobile applications, artificial intelligence, RegTech, smart databases, Ethereum blockchain and GCAC smart rewards. These technologies transparently disclose cannabis chain-of-custody events, thereby enabling patients to provide crowd-sourced medical cannabis efficacy data. Driven by digital and cannabis industry experts, the Issuer is focused on generating revenue from SaaS licensing its technology and acquiring high quality cannabis datasets that improve patient outcomes and to become the world's largest cannabis efficacy data provider.*

**During the month of May 2021, the Issuer actively continued general and corporate operations.**

**Global Outbreak of COVID-19 Disclosure: The actual and threatened spread of the virus globally has had a material adverse effect on the regional economies in which the Issuer operates and could continue to result in negative impacts on the stock market, including trading prices of the Issuer's shares and the ability to raise capital, and could impact the Issuer's operations.**

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

**During the month of May 2021, management continued to support and control the Issuer's business activities and develop the Issuer's business with a focus on creating broader awareness of the Issuer and continued development of product line.**

**On May 6, 2021, the Issuer announced by way of news release that it has closed its non-brokered private placement (the "Private Placement") and confirmed the return of 13,636,363 shares of the Issuer, leaving the adjusted outstanding amount to 177,422,524.**

**Pursuant to the Private Placement, the Issuer has issued 2,760,439 units at a price of \$0.195 per unit (the "Financing Units") for gross proceeds of \$538,285.61 and 645,076 units at a deemed price of \$0.195 per unit (the "Settlement Units") to settle an aggregate of \$125,789.82 in debt to various creditors of the Issuer. Each Financing Unit and Settlement Unit consists of one common share and one common share purchase warrant (a "Warrant"), whereby each Warrant entitles the holder to purchase one additional common share of the Issuer for a period of two years from closing at an exercise price of \$0.26 per common share. In connection with the Private Placement, the Issuer paid finders' fees of \$9,104.55 and issued 14,000 finders' warrants. Each finders' warrant bears the same terms as the Warrants.**

**Net proceeds from the Private Placement will be used for working capital and general corporate purposes. All securities issued in connection with the Private Placement are subject to a statutory hold period of four months from the date of issuance.**

**On May 11, 2021, the Issuer announced by way of news release that its CEO Brad Moore will be a featured panellist and presenter at Prohibition Partners LIVE, a renowned three-day virtual cannabis conference.**

**On May 18, 2021, at 6:45 a.m. PT, Moore, a former Fortune 500 executive and a proven operator of early-stage companies, will present on a four-person panel at Prohibition Partners LIVE's day one morning event, 'Is There a Doctor in the House? Patient Access to Medical Cannabis.' Moore will be joined by Mike Barnes, Chairman of the Medical Cannabis Clinicians Society, Dr. Rebecca Moore, a consulting psychiatrist with The Medical Cannabis Clinics, and Richard Hurley, a reporter for The British Medical Journal. The four speakers will discuss the challenges surrounding the use of medical cannabis by patients and physicians across the United Kingdom and Europe.**

**Prohibition Partners operates the cannabis industry's premier conferences with ~ 5,000 former global attendees and more than 500 acclaimed past speakers, such as Carlos Santana, Rock and Roll Hall of Famer and Co-Founder, Mirayo: Crispin Blunt, Member of UK Parliament, Conservative Party; Natalie Papillion, Board of Directors, The Last Prisoner Project; Dr. João Castel-Branco Goulão, National Drug Coordinator, Portugal; Bruce Linton, Founder of Canopy Growth; and Kelis, Grammy-Nominated American Singer and Songwriter and host of Netflix's 'Cooked with Cannabis.' This year, Prohibition Partners LIVE is forecast to host approximately 800 attendees virtually worldwide.**

The Issuer is pleased to offer registrants a 20% discount on tickets for the three-day virtual conference, with the use of discount code GCAC20. To register, please visit: <https://www.eventbrite.co.uk/e/prohibition-partners-live-may-18-20-2021-tickets-143105553563?aff=GCACPPL2021>. In addition, Brad Moore will participate in Prohibition's 'Bespoke 30-Minute Master Class LIVE Q&A,' hosted by Swapcard – and will be featured on Prohibition's "Sponsored Blog CEO Interview" on the conference's website.

On May 13, 2021, the Issuer announced by way of news release that the Issuer's token is now also available on the Pancakeswap trading platform, running on the Binance Smart Chain. Through the newly launched Binance-based Issuer "pancake-flip", traders can now swap, add markets, and provide liquidity with \$BNB along with all other Binance related assets.

On April 20, 2021, the Issuer announced the availability of its token on the Uniswap trading platform, which runs on the Ethereum blockchain. Today's Pancakeswap release represents new trading opportunities for the Issuer's token which, in-turn, broadens the Issuer's digital marketing campaign that is aimed at the decentralized finance user community 'DeFi'.

The Issuer believes that the Pancakeswap community is an excellent target audience as this key demographic are consumers that have disposable income, are under 34 years old and increasingly drawn to the use of cannabis products. This multi-year marketing campaign aims to raise awareness of its products and its Efixii 'QR codes' by making the Issuer's token available on Pancakeswap with the Issuer's name, logo and website visible to this community. The Company is publicly traded with audited financials and makes accurate revenue disclosures. The Issuer's marketing initiative is to commit to a minimum marketing-spend of 1% of its quarterly sales revenue buying Issuer tokens directly on Uniswap, and indirectly on Pancakeswap, every three months. Each token-buy leads to greater awareness of the Issuer's products and drives potential new consumers to look for Efixii 'QR codes' on recreational and medical cannabis products.

The Pancakeswap Issuer marketing token is built and operated by Abbey Technology ("Abbey") and this latest marketing token has a unique set of features including:

- No new Issuer tokens will be created on Ethereum or Binance, tokens may only be "flipped"
- Issuer holders can sell tokens by "flipping" them from Ethereum to Binance and vice versa, depending on which of the blockchains has the optimal trading price
- Trading fees are lower on Pancakeswap than on Uniswap so Abbey's "pancake-flip" mechanism

On May 25, 2021, the Issuer announced by way of news release that its CEO Brad Moore will be joined by Abbey Technologies CEO Brian Collins to discuss Abbey's innovative new Cross-Fi (Cross-Market Finance) marketing program. Hailed as the "great equalizer" for young startups by Moore, this 30-minute roundtable discussion will be hosted by the Emerging Growth Conference on May 26, 2021, at 1PM EST (10AM PST).

The Issuer invites individual and institutional investors, as well as advisors and analysts to attend this real-time, interactive presentation at the Emerging Growth Conference. Please register

at [https://goto.webcasts.com/starthere.jsp?ei=1465229&tp\\_key=acb55f1b36&sti=fuapf](https://goto.webcasts.com/starthere.jsp?ei=1465229&tp_key=acb55f1b36&sti=fuapf) to attend the conference and receive any updates that are released.

**Cross-Fi is a revolutionary concept about to take the crypto world by storm. Combining the safety and structure of a publicly listed stock with the decentralized ease and peace of mind of having full control over your funds, Cross-Fi is here to change the game with the Uniswap GCAC Token pair being the first to ever be released.**

**This live, interactive online event will give existing shareholders and the investment community the opportunity to interact with both Moore and Collins in real time. The two industry leaders will discuss the details of Cross-Fi, what it is doing for the Issuer, why businesses should consider using it, and if time allows, open the floor for questions. Please ask your questions during the event and both participants will do their best to address as many of them as possible.**

**If attendees are not able to join the event live on the day of the conference, an archived webcast will also be made available on EmergingGrowth.com and we will also release a link to the session after the event.**

**In addition, on May 31, 2021, management of the Issuer filed the Company's condensed consolidated interim financial statements for the nine months ended March 31, 2021, and the related management discussion and analysis (together, the "Interim Filings").**

**The Interim Filings and above noted news releases can be viewed under the Issuer's profile on SEDAR ([www.sedar.com](http://www.sedar.com)) and on the Issuer's Disclosure Page on the Canadian Securities Exchange's website.**

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 during the month of May 2021.**

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.

**None to report during the month of May 2021.**

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.

**None to report during the month of May 2021.**

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 during the month of May 2021.**

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 during the month of May 2021.**

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

**None to report during the month of May 2021.**

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 during the month of May 2021.**

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

**None to report during the month of May 2021.**

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

**None to report during the month of May 2021.**

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 during the month of May 2021.**

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

**None to report during the month of May 2021.**

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

Security	Number Issued	Details of Issuance	Use of Proceeds <sup>(1)</sup>
Common shares	1,612,400	Common shares issued pursuant to the exercise of common share purchase warrants	\$60,190.00; working capital
Common shares	2,760,439	Common shares issued pursuant to a private placement financing	\$538,285.61; working capital
Common shares	645,076	Common shares issued to settle debt in connection with private placement referenced above	\$125,789.82; debt settled

Common share purchase warrants	3,419,515	Common share purchase warrants, including finder's warrants, issued in connection with private placement financing referenced above	Not applicable
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(1) State aggregate proceeds and intended allocation of proceeds

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

**None to report during the month of May 2021.**

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

**None to report during the month of May 2021.**

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

**The trends and risks which are likely to impact the Issuer are detailed in the Issuer's Form 2A - Listing Statement, dated October 16, 2014, under the heading "Risk Factors", available on the Issuer's Disclosure Page on the Canadian Securities Exchange's website.**

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## 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 is no material information concerning the Issuer which has not been publicly disclosed.
3. The undersigned hereby certifies to the Exchange 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 Exchange Requirements (as defined in CNSX Policy 1).
4. All of the information in this Form 7 Monthly Progress Report is true.

Dated June 6, 2021

Bradley Moore  
Name of Director or Senior Officer

/s/ Bradley Moore  
Signature

Chief Executive Officer  
Official Capacity

<i>Issuer Details</i> Name of Issuer Global Cannabis Applications Corp.	For Month End May 2021	Date of Report YYYY/MM/DD 2021/06/06
Issuer Address PO Box 43, Suite 830 1100 Melville Street Vancouver, BC V6E 4A6	Issuer Fax No. Not applicable	Issuer Telephone No. 1 (800) 409-5679
Contact Name Bradley Moore	Contact Position Chief Executive Officer	Contact Telephone No. (855) 269-9554
Contact Email Address info@cannappscorp.com	Web Site Address <a href="https://cannappscorp.com/">https://cannappscorp.com/</a>	