

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: Quinsam Capital Corporation (“Quinsam” or the “Company”).

Trading Symbol: QCA

Number of Outstanding Listed Securities: 103,492,106

Date: August 31, 2021

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.

On August 26, 2021, Quinsam announced the financial results for the second quarter ended June 30, 2021. In the same press release, Quinsam provided an update on some of its investment holdings. For a complete discussion of the updates, please refer to the press release dated August 26, 2021 which is posted on SEDAR.com

The Company also announced an issuer bid (the “Bid”) to purchase up to 5,174,605 of its common shares. The Company is commencing the Bid as it believes that the current market price of its common shares may not fully reflect the underlying value of the Company’s business and future prospects. The Bid will commence on August 31, 2021, and will terminate on August 30, 2022, or on an earlier date in the event that the number of common shares sought in the Bid has been repurchased. The Company reserves the right to terminate the Bid earlier if it feels that it is appropriate to do so. All common shares will be purchased on the open market through the facilities of the Canadian Securities Exchange (“CSE”), and payment for the common shares will be made in accordance with CSE policies. The price paid for the common shares will be the prevailing market price at the time of purchase.

On August 27, 2021, the Company also paid out a dividend of \$0.00125 per share, to shareholders of record on August 9, 2021.

In the current period, management has continued to monitor its investment portfolio, through trades made in its brokerage accounts and participation into private placement financings.

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

The Company is an investment and merchant banking firm focused on the small-cap market, with early-stage investments in areas such as technology, healthcare, e-sports, and the cannabis market.

Management, under the direction and guidance from the Company's Chief Executive Officer, continues to review investment opportunities in the small cap environment, while adding and trimming positions when deemed appropriate.

Management is of the opinion that current market conditions are extremely favourable. With that said, valuations of some of the Company's publicly-traded investments had rebounded, and this has also improved the prospects for our private company and debt investments, although our carrying values were not generally impacted, conditions for cannabis-related and small cap stocks have on balance been positive. While we want to take advantage of this market, we are being cautious about new investments unless there is a clear path to near term liquidity.

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.

N/A.

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.

N/A.

5. Describe any new business relationships entered 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.

There were no new business relationships entered into in the current month.

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.

There were no material contracts or agreements which expired or terminated during the month and no other material financing arrangements were cancelled during the month.

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.

N/A

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

N/A.

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.

N/A.

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

The Issuer made no material employee hiring, terminations or lay-offs in the current month.

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

The Issuer was not involved in any labour disputes during the current month.

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.

The Issuer was not involved in any material legal proceedings during the current month.

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

No indebtedness was incurred or repaid by the Issuer during the current month.

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

| Security | Number Issued | Details of Issuance | Use of Proceeds ⁽¹⁾ |
|----------------------|-----------------|---|--------------------------------|
| Deferred share units | 24,148.36 units | Issuance as adjustments on distribution of dividend in accordance with DSU Plan | \$nil; non-cash compensation |

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

No loans to or by Related Persons were made by the Issuer during the current month.

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

No changes in directors, officers or committee members had been made.

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

The Issuer is not aware of any trends which are likely to materially impact the issuer’s business or markets. The Company is reliant on the stability of the equity markets to provide returns on its investment portfolio. Given the nature of the Company’s activities, its results of operations and financial condition are dependent upon the market value of securities that comprise the Company’s portfolio. The Company’s investments are small-cap businesses which the Company believes exhibit potential for growth and sustainable cash flows but which may not ever mature or generate the returns the Company expects or may require several years to do so.

In addition, on January 30, 2020, the World Health Organization declared that the recent COVID-19 outbreak was a global health emergency, recognizing that the disease represents a risk outside of China, where it emerged in the last couple of months. Companies across various industries could be impacted materially by the coronavirus.

COVID-19’s known and unknown impact on earnings, costs, employees, supply chains, customers and other stakeholders, as well as other business matters, may be material for the Issuer, and may have a material impact on the Issuer’s gross earnings, net earnings and other business matters. Environmental, social and governance factors may also impact the Issuer’s operations in the near future.

Quinsam has operated on a “virtual basis” for a number of years. Therefore, the general closure of non-essential businesses in response to the outbreak does not impact day-to-day operations.

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 was no material information concerning the Issuer which has not been publicly disclosed.
3. The undersigned hereby certifies to the Exchange that the Issuer follows 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 the information in this Form 7 Monthly Progress Report is true.

Dated September 1, 2021.

Eric Szustak

Name of Director or Senior
Officer

"Eric Szustak"

Signature

Director and Corporate Secretary
Official Capacity

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| Issuer Details | For Month End | Date of Report |
| Name of Issuer | | YY/MM/DD |
| Quinsam Capital Corporation | August 31, 2021 | 21/09/01 |
| Issuer Address | | |
| 77 King Street West, Suite 2905 | | |
| City/Province/Postal Code | Issuer Fax No. | Issuer Telephone No. |
| Toronto/Ontario/M5K 1H1 | () | (905) 330-7948 |
| Contact Name | Contact Position | Contact Telephone No. |
| Keith Li | CFO | (647) 660-8703 |
| Contact Email Address | Web Site Address | |
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