

**FORM 7**  
**MONTHLY PROGRESS REPORT**  
**For the Month of May, 2020**

Name of CSE Issuer: **VSBLTY Groupe Technologies Corp.** (the “*Issuer*”, the “*Company*” or “*VSBLTY*”)

Trading Symbol: **VSBY**

Number of Outstanding Listed Securities: **81,348,638 common shares**

Date of filing: **June 2, 2020**

**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 focusing on its innovative digital displays with facial and object recognition software solutions that enable the unique combination of targeted interactive content with real time data collection. Marketing and security applications are significantly enhanced with real time, cloud-based, or Edge-computed data that measures demographics and delivers custom messaging. VSBLTY FacialAnalytics™ provides sentiment measurement and facial recognition analytics that can - in milliseconds - identify individuals when alone or even in crowds.**

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

**Please see item 1**

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.

- **On May 19, 2020, the Company advised that the “Smart City” security program that is having continuing success in reducing crime in Mexico City is now being deployed in Colombia, South America. The Issuer is now installing and testing the initial phase of a network of security kits in the regions of Bogota, Medellin, and Barranquilla, Colombia consisting of outdoor mounted HD cameras, high intensity lighting, motion sensors and audible alarms as well as VSBLTY AI-inspired video analytics.**

**To date, more than 3000 security systems have been installed throughout Mexico City and the success of this cost-efficient technology platform in reducing crime has sparked the interest of numerous Latin American countries. Several of these countries—including Colombia—have sent political delegations on information gathering trips to Mexico City over the past several months.**

**The first phase of the Mexico City deployment, announced in September of 2019, is scheduled to cover up to 40,000 security kits throughout 56 Mexico City communities.**

The results of the initial deployments of the integrated security program has attracted the attention and endorsement of certain Mexico City officials. Adrian Ruvalcaba, Mayor of Cuajimalpa County, reported that after the installation of the security kits, his community has become the safest county in Mexico City. “We have gone from the 11<sup>th</sup> Safest to Number One during 2019. The single major contributor to this change is the camera security network which is not yet even fully installed.” the Mayor said. Neighboring Cuauhtemoc County reported a 40 percent reduction of crime in the first year of the installation of the security network.

In addition, Miguel Hidalgo Mayor Victor Hugo Romo reported that the system is also being used to enforce crowd gathering restrictions during the Covid-19 pandemic and has resulted in “Fewer 911 calls, violence, fights, injuries and homicides.”

In response to the current Covid-19 pandemic, VSBLTY is working with RadarApp to test the addition of infrared camera capability that enables temperature scanning of crowds in various locations along with a correlation to face capture.

The system being tested is a non-contact, real time camera technology that provides continuous monitoring for health and security personnel on a mobile app. A major objective of the program is to provide an efficient temperature screening tool for monitoring public spaces with the pre-emptive scanning of persons entering facilities such as restaurants, bars, schools and hospitals.

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.**

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.

- **On May 11, 2020 the Issuer announced that it has joined forces with Global Cyber Security, a global cyber security product and building services company to provide advanced camera technology that enhances security and enables COVID-19 temperature screenings before people enter office buildings.**
- **On May 29, 2020, the Company announced that it partnered with IMG, a global leader in sports events and media, and conducted an audience study at the 106th Rose Bowl Game in Pasadena, Calif. on January 1, 2020. The research captured operational and marketing data that will help operators of entertainment and sports venues make informed decisions on staffing levels and guest experiences.**

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.**

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.**

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

**None.**

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.**

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

**None.**

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

**None.**

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.**

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

**In May of 2020, the Company issued two promissory notes for \$100,000 each, interest bearing at 36% per annum, due July 31, 2020. The notes are secured against the Company's trade accounts receivable.**

**In May 2020, the Company received a loan through the Paycheck Protection Program ("PPP"). The amount of a PPP loan is the lesser of \$10.0 million or 2.5 times a company's average monthly payroll, including salaries, lease/mortgage interest and utilities, the Company received \$203,509 in loan proceeds in May of 2020. The loan proceeds are only to be used for payroll and other allowable expenses. The loan term is for two years and has a fixed interest rate of 1%. There are no repayments of principal and interest required for the first six months of the loan. If employers maintain their payroll for eight weeks, then 100% of the loan can be forgiven. The amount forgiven depends upon the number of employees retained in the eight week period following loan funding.**

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

**None.**

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

**None.**

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

**None.**

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

**None.**

## 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 CSE 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 CSE Requirements (as defined in CSE Policy 1).
4. All of the information in this Form 7 Monthly Progress Report is true.

Dated: June 2, 2020

Jay Hutton  
Name of Director or Senior Officer

"Jay Hutton"  
Signature

CEO & President  
Official Capacity

<b><i>Issuer Details</i></b>		
Name of Issuer <b>VSBLTY Groupe Technologies Inc.</b>	For Month End <b>May, 2020</b>	Date of Report YY/MM/DD <b>2020/06/02</b>
Issuer Address <b>Suite 1240 – 1140 West Pender Street</b>		
City/Province/Postal Code <b>Vancouver, BC V6E 4G1</b>	Issuer Fax No. ( )	Issuer Telephone No. <b>(604) 484-7855</b>
Contact Name: <b>Sheryl Dhillon</b>	Contact Position: <b>Corporate Secretary</b>	Contact Telephone No. <b>(604) 484-7855</b>