

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: Australis Capital Inc. (the "Issuer").

Trading Symbol: AUSA

Number of Outstanding Listed Securities: 257,682,259

Date: May 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.

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 April 19, 2021, The Issuer announced, through its majority owned subsidiary ALPS, that it has entered into an agreement with Copperstate Farms Management, LLC, Arizona's largest cannabis wholesaler.

On April 29, 2021, The Issuer announced its majority owned subsidiary ALPS has signed a contract with Sigg in Finland, a nursery supplying 8 million plants per year to tomato and cucumber growers, for the provision of its APIS maintenance offering. Based on a computerized maintenance management system (CMMS), Sigg will utilize the new services module, which is proven to deliver significant operational costs savings.

On April 29, 2021, The Issuer announced that it has established a Diversity & Inclusion Advisory Board, headed by Melissa Rolston, CEO of JADA, a highly regarded cannabis industry pioneer, to advise senior management on implementing measures to ensure that diversity and inclusion are at the core foundation of the company as it continues to grow.

On April 29, 2021, The Issuer announced that Green Therapeutics signed a

management agreement with a Nevada based cultivator and producer of premium cannabis products in Nevada. Under the terms of the agreement, GT will operate the partner's cultivation facility, with products sold under the GT brands. In consideration, GT will receive a royalty on all products sold.

On April 29, 2021, The Issuer announced it has installed its first Cocoon kiosk outside of the U.S. in British Columbia, Canada. Kiara is a leading independent dispensary chain with 7 operational locations across B.C. and Saskatchewan and plans to expand further across Canada.

2. Provide a general overview and discussion of the activities of management.
See Item 1 above.
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.
See Item 1 above.
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.
See Item 1 above.
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.
See Item 12 below.
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.
See item 1 above.

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

None.

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

The employment of Michael Pico Jr. as the Issuer's UX/UI Software Engineer was terminated on April 2, 2021.

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.

As previously reported, on June 29, 2020, the Issuer was served with a lawsuit naming the Issuer that has been filed, under seal, in Clark County, Nevada by Meridian Companies, LLC and GT. The lawsuit alleges, among other things, breach of contract by the Issuer with respect to certain obligations outlined in the Issuer's asset purchase agreement with GT entered into on May 21, 2019. On January 5, 2021, GT reached an agreement on the sale of land in North Las Vegas. GT and its affiliates have dismissed their legal action against AUSA with prejudice, and has returned for cancellation all AUSA stock issued to them in May 2019, being 11,417,376 AUSA shares. In addition, AUSA has returned all of the assets it purchased from GT in May 2019, and the GT Members will retain certain redundant licenses not required by AUSA including a nonoperational grow and processing licenses. Furthermore, the land in North Las Vegas purchased from Meridian was sold on April 30, 2021 and the proceeds divided between Meridian and AUSA whereby USD \$2.93 million was paid to Meridian, USD \$1.02 million was paid to AUSA, and any remaining proceeds will be split 55% for AUSA and 45% for Meridian. AUSA anticipates total proceeds from this land transaction to be approximately \$1.8 million pending release of proceeds held as collateral for a construction surety bond.

On February 1, 2021 RapidCash ATM Ltd. served the Issuer with notice of termination of a vendor agreement due to alleged material breach. On February 12, 2021 the Issuer responded, disputing those claims and rejected the unilateral termination of the agreement. The parties have begun settlement discussions to resolve the issue.

The Issuer's former Chief Executive Officer, Chief Operating Officer and Chief Legal Officer have initiated arbitration proceedings to recover severance relating to their previous employment. The Issuer and former COO have settled the matter. The Issuer is continuing its efforts to resolve the remaining matters by settlements in lieu of arbitration.

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

None.

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

| Security | Number Issued | Details of Issuance | Use of Proceeds ⁽¹⁾ |
|-----------------|----------------------|-----------------------------------|---|
| Common Shares | 41,936 | Common Shares | Stock component of consideration paid to Bedford Resources Inc. |
| Common Shares | 4,689 | Vesting of Restricted Stock Units | N/A |
| Common Shares | 3,166,198 | Common Shares | Stock component of consideration paid to Astound |

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

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

None.

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

On April 12, 2021, the Issuer appointed Dr. Jason Dyck as its new Chief Science Officer, and Chairman of its Scientific Advisory Board. A formal agreement was signed with Dr. Dyck on May 3, 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 Issuer continues to closely monitor guidance issued by state and federal authorities in response to the COVID-19 pandemic. As of the end of April, there have been no changes to capital investment plans nor corporate objectives of the Issuer, nor does the Issuer foresee said changes in the near future, as a result of the pandemic. Overall, the issuer anticipates the impact of the pandemic to the Issuer’s operations to be relatively minimal.

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 May 6, 2021

Jon Paul
 Name of Director or Senior
 Officer

"Jon Paul"
 Signature
 CFO
Official Capacity

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| <i>Issuer Details</i> Name of Issuer Australis Capital Inc | For Month End April 2021 | Date of Report 21/05/06 |
| Issuer Address 376 East Warm Springs Road, Suite 190 | | |
| City/Province/Postal Code Las Vegas, NV 89119 | Issuer Fax No. () | Issuer Telephone No. (800) 898-0648 |
| Contact Name Jon Paul | Contact Position Chief Financial Officer | Contact Telephone No. (847) 372-1963 |
| Contact Email Address jon@ausa-corp.com | Web Site Address www.ausa-corp.com | |