



FORM 7

MARCH MONTHLY PROGRESS REPORT

Name of CSE Issuer: *CIELO WASTE SOLUTIONS CORP.* ("Cielo" or the "Company").

Trading Symbol: *CMC*

Number of Outstanding Listed Securities: 557,304,694

Date: April 5, 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.

FINANCING – NEW LOAN AND LOAN REPAYMENT:

On March 3, 2021, Cielo announced that it had entered into a binding letter of intent to obtain from one or more lenders (the "Lender(s)"), a non-interest bearing, unsecured convertible loan of CDN\$10 Million (the "Loan"). The net proceeds of the Loan will be used to purchase a site near Edmonton, Alberta, which will be used for Cielo's planned 100% owned waste to high grade renewable fuel facility ("Edmonton Facility"). This marks the beginning of Cielo's expansion plans which is ahead of its previous schedule. Cielo will have the discretion to use the balance of the funds as needed, for working capital purposes, and to repay in whole or in part Cielo's largest secured lender, which is currently owed approximately CDN\$3.8 Million.

The Loan is non-interest bearing and unsecured with a term of 12 months (the "Term"). Cielo will be entitled to repay the Loan at any time during the Term without penalty. During the Term, until maturity or such early repayment, the Lender(s) will be entitled to convert the Loan at CDN\$1.02 per share. The Loan is also subject to transaction fees equal to CDN\$700,000 and Cielo will also pay a cash commission to a third party equal to CDN\$800,000. Cielo believes these fees and commissions are well in line with industry standards and eliminate high interest payments and saves Cielo millions in debt payments without significant dilution of the company shares with an exceptional conversion strike price.

On March 15, 2021, Cielo had announced that the Loan was increased by \$4,000,000 (the “Additional Loan Amount”). The net proceeds of the Additional Loan Amount will be used to double the Company’s existing facility in Aldersyde, Alberta (the “Aldersyde Facility”) from 1,000 lph to 2,000 lph and for engineering work on the 100% Cielo-owned facility in Edmonton, Alberta, once the site has been acquired. Cielo will have the discretion to use the balance of the funds as needed, for working capital purposes. During the Term, until maturity or such early repayment, the Lender(s) will be entitled to convert the Additional Loan Amount at CDN\$1.25 per share. The Additional Loan Amount is also subject to transaction fees equal to CDN\$280,000 and commission to a third party of CDN\$320,000, in line with the fees and commissions payable with respect to the Original Loan Amount.

On March 17, 2021, Cielo announced that it had repaid its largest secured lender in full, eliminating a senior secured loan of approximately CDN\$3,800,000, which had a maturity date of June 2, 2022.

OPERATIONS; DESULFURIZATION:

Cielo has been in collaboration with the University of Calgary to pioneer a scalable, cost-effective solution to decrease the sulfur content in its renewable diesel. Cielo has completed the fabrication of a bench-scale system that has 1,000 times more throughput than the University of Calgary’s demonstration laboratory unit, which provided Cielo with proof-of-concept data. Extremely successful tests have been completed on Cielo’s renewable diesel using the new process. Cielo’s goal was to meet the highway diesel specification of 15ppm or less of sulfur. Late Friday, Cielo received laboratory results that indicated the successful reduction of the sulfur content to approximately 5ppm, well below the required specifications. Cielo will now proceed with scaling up desulphurization efforts in light of this breakthrough.

JOINT VENTURE UPDATE:

On March 9, 2021, Cielo announced that it had entered into a Memorandum of Understanding dated March 8, 2021 (the “MOU”) with Renewable U Energy Inc. (“RUEI”). The MOU provides for Cielo to build, and commission, at no cost to Cielo other than internal costs, three (3) waste to high-grade renewable fuel facilities, one each in Winnipeg, Manitoba, Kamloops, British Columbia and a high-volume location to be determined in the United States (each a “Territory”, collectively the “Territories”). Each Territory includes a radius of 250 km from the outer boundary of the named municipality.

Pursuant to the terms of the MOU, RUEI is required to pay a Joint Venture Fee (“JV Fee”) of CDN \$250,000 per Territory, CDN \$750,000 in aggregate (the “JV Fees”). Cielo confirms receiving a deposit of CDN \$250,000. The balance is expected to be delivered on or before March 31, 2021. Cielo and RUEI intend to enter into one or more definitive agreements forming the joint ventures contemplated in the MOU within 30 days of Cielo producing continuously 24 hours a day, 7 days a week for 60 days, a minimum of 500 litres per hour of renewable fuel from garbage at the Company’s facility in Aldersyde, Alberta.

The execution of this MOU was a culmination of negotiations between Cielo and RUEI over approximately the past two years. Cielo has previously announced entry into substantially similar memorandums of understanding (the “Existing MOUs”) with affiliates of RUEI (the “RUEI Affiliates”) as well as Seymour Capital Incorporated (“SCI”). Cielo has been advised by the principals of RUEI that, in order to accelerate and streamline funding of the Territories and the territories set out in the Existing MOUs (the “Existing Territories”, together with the Territories, collectively the “JV Territories”), RUEI has acquired all of the rights and obligations of SCI related to its Existing MOU related to the territory of Calgary, Alberta, as well as SCI’s option to acquire a territory in the Province of Ontario (to be determined).

A joint venture resulting from the MOU would result in RUEI being responsible for fully funding the facilities in each of the eight JV Territories, at an estimated beginning cost of \$50 Million CDN per facility. RUEI would also be required to pay a management fee of 7% to Cielo on all capital expenditures related to the project costs for the first facility in each Territory including a markup of 30% on the catalyst used in Cielo’s proprietary process of converting garbage to high-grade renewable fuel. The terms of the MOU are similar in nature to the Existing MOUs.

On March 17, 2021, Cielo announced that it had received the balance of the JV, being an aggregate \$750,000 plus applicable taxes. Cielo also announced that day that RUEI and its partners had chosen Toronto, Ontario (within a 250km radius from the outer boundary) as the site for the first Ontario joint venture facility.

On March 24, 2021, the Company provided an update: RUEI has advised Cielo that it is working on the draft agreement(s) to form the JVs with its legal team and will present initial drafts to Cielo in the near term. RUEI also confirms it is funding current engineering costs at the facility in Dunmore, Alberta and will continue to advance funds as required as the parties negotiate the terms of the JVs.

LISTING ON TSX VENTURE EXCHANGE:

On March 16, 2021, Cielo announced its intention to apply to have its common shares listed for trading on the TSX Venture Exchange. The application has been submitted.

GENERAL; MANAGEMENT; INVESTOR RELATIONS

Cielo announced on March 24, 2021, the appointment of new members to its management team as well as changes to the management team of Renewable U Energy Inc. (“RUEI”). Lionel Robins, already a director of Cielo, resigned from his role of CEO with RUEI and will be appointed Chief Operating Officer of Cielo effective April 1, 2021. Raphael Bohlmann was appointed Vice President of Marketing. He was the President of RUEI and resigned from this position, though remains a director of RUEI.

On March 29, 2021, Cielo announced the engagement of Investor Cubed Inc. to provide investor relations and shareholder communications services in Canada.

Cielo has also continued to receive notices of exercise of warrants and conversion of convertible debentures throughout the month of March, 2021.

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

See No. 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.

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 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 No. 1 with respect to the MOU.

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.

N/A

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 trade-marks.

N/A

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

N/A

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

N/A

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.

N/A

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

See No. 1 with respect to the early repayment in full of Cielo's largest secured lender (~\$3.8mm).

Cielo continues to make payment(s) pursuant to its \$1,000,000 loan from 1823741 Alberta Ltd. Operating as Kwik-Fab Energy Services.

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

N/A

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

See No. 1 with respect to the appointment of new officers.

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

In the event the Worlds Developed Countries or the Canadian federal or provincial governments were to increase or decrease the amount of renewable fuel currently mandated to be blended with all transportation diesel fuel, it would have either a positive or negative impact on the Company's business. At this point in time, except for jet fuel, management believes that this amount is increasing, worldwide.

The public health COVID-19 crisis has affected and may continue to affect Cielo and its business for the foreseeable future. In particular, Cielo had stopped all tours, which were

garnering interest in the Company's business in management's opinion, during certain periods. Operators had also previously been laid off for a period of time. It is unknown whether another shut-down will be required (though not currently anticipated).

The impact of the health crisis on market conditions previously had an impact on Cielo's ability to raising funds on favourable terms in order to complete the commissioning of and upgrades to Aldersyde refinery. However, Cielo has been fortunate to exceed its goals and successfully complete its financing and begin another.

With the changing landscape related to COVID 19, Cielo continues to monitor the situation on a daily basis and management intends to continue operating 24/7 with strict adherence to social distancing and other rules and recommendations by public health authorities related to COVID-19.

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

Dated: April 5, 2021

“Don Allan”

President & Chief Executive Officer

<i>Issuer Details</i> Name of Issuer <i>CIELO WASTE SOLUTIONS CORP.</i>	For Month <i>March 2021</i>	Date of Report YY/MM/D <i>2021/04/05</i>
Issuer Address <i>610 – 475 West Georgia Street</i>		
City/Province/Postal Code <i>Vancouver, BC, V6B 4M9</i>	Issuer Fax No. <i>(403)343-3572</i>	Issuer Telephone No. <i>403-348-2972 Ext. 101</i>
Contact Name <i>Don Allan</i>	Contact Position <i>President & CEO</i>	Contact Telephone No. <i>403-348-2972 Ext 101</i>
<i>info@cielows.com</i>	<i>www.cielows.com</i>	