

FORM 10

NOTICE OF PROPOSED SIGNIFICANT TRANSACTION (not involving an issuance or potential issuance of a listed security)¹

Name of Listed Issuer: **Taal Distributed Information Technologies Inc.** (the "Issuer").

Trading Symbol: **TAAL**

Issued and Outstanding Securities of the Issuer Prior to Transaction: **24,819,643**

Date of News Release Fully Disclosing the Transaction: **December 18, 2020**

1. Transaction

1. Provide details of the transaction including the date, description and location of assets, if applicable, parties to and type of agreement (eg: sale, option, license, contract for Investor Relations Activities etc.) and relationship to the Issuer. The disclosure should be sufficiently complete to enable a reader to appreciate the significance of the transaction without reference to any other material: **On December 17, 2020, the Issuer entered into a loan agreement (the "Note") with Wright International Investments Ltd. (the "Lender"), pursuant to which the Lender has agreed to make an initial advance on December 18, 2020 in an amount equal to US\$3,500,000 (equivalent to C\$4,451,300 based on the Bank of Canada daily exchange rate on December 17, 2020), in the form of Bitcoin SV ("BSV") (as determined by reference to price indicated on coinmarketcap.com immediately prior to the advance). The Note provides that the Lender will make a further advance of US\$3,500,000 (or the equivalent thereof in BTC or BSV, as applicable) on January 29, 2021. Funds advanced under the Note will (i) bear interest of 8% annually, (ii) are unsecured, (iii) are repayable 30 days following a demand for repayment on or after January 29, 2023, (iv) may be repaid by the Issuer at any time without penalty, and (v) will be used for general corporate purposes and further developing, launching and scaling of the Issuer's products and platform. The Lender is wholly-owned by Craig Wright, an advisor to the Company.**

¹ If the transaction involved the issuance of securities, other than debt securities that are not convertible into listed securities, use Form 9.

2. Provide the following information in relation to the total consideration for the transaction (including details of all cash, non-convertible debt securities or other consideration) and any required work commitments: **N/A**
- (a) Total aggregate consideration in Canadian dollars: _____
- (b) Cash: _____
- (c) Other: _____
- (d) Work commitments: _____
3. State how the purchase or sale price and the terms of any agreement were determined (e.g. arm's-length negotiation, independent committee of the Board, third party valuation etc). **By negotiation between the Issuer and the Lender.**
4. Provide details of any appraisal or valuation of the subject of the transaction known to management of the Issuer: **N/A**
5. If the transaction is an acquisition, details of the steps taken by the Issuer to ensure that the vendor has good title to the assets being acquired: **N/A**
6. Provide the following information for any agent's fee, commission, bonus or finder's fee, or other compensation paid or to be paid in connection with the transaction (including warrants, options, etc.): **N/A**
- (a) Details of any dealer, agent, broker or other person receiving compensation in connection with the transaction (name, address. If a corporation, identify persons owning or exercising voting control over 20% or more of the voting shares if known to the Issuer): _____.
- (b) Cash _____
- (c) Other _____
7. State whether the vendor, sales agent, broker or other person receiving compensation in connection with the transaction is a Related Person or has any other relationship with the Issuer and provide details of the relationship.

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N/A

8. If applicable, indicate whether the transaction is the acquisition of an interest in property contiguous to or otherwise related to any other asset acquired in the last 12 months. **N/A**
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2. Development

Provide details of the development. The disclosure should be sufficiently complete to enable a reader to appreciate the significance of the transaction without reference to any other material:

N/A

3. 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. To the knowledge of the Issuer, at the time an agreement in principle was reached, no party to the transaction had knowledge of any undisclosed material information relating to the Issuer, other than in relation to the transaction.
3. As of the date hereof there is no material information concerning the Issuer which has not been publicly disclosed.
4. 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).
5. All of the information in this Form 10 Notice of Proposed Significant Transaction is true.

Dated: December 17, 2020.

Chris Naprawa
Name of Director or Senior
Officer

/Chris Naprawa/
Signature

President
Official Capacity