

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: Danavation Technologies Corp. (the "Issuer").

Trading Symbol: DVN

Number of Outstanding Listed Securities: 103,200,987

Date: August 1, 2021 - August 31, 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.

General Instructions

- (a) Prepare this Monthly Progress Report using the format set out below. The sequence of questions must not be altered nor should questions be omitted or left unanswered. The answers to the items must be in narrative form. State when the answer to any item is negative or not applicable to the Issuer. The title to each item must precede the answer.
- (b) The term "Issuer" includes the Issuer and any of its subsidiaries.
- (c) Terms used and not defined in this form are defined or interpreted in Policy 1 – Interpretation and General Provisions.

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 24, 2021, the Issuer announced an agreement to install its Digital Smart Labels™(DSL) at The North Fork True Value Hardware ("True Value") location in Jamesport, New York. The completion date is planned for October 1st, 2021 and will coincide with the store's grand re-opening. Based on a successful launch, the Issuer sees potential opportunity to expand into other True Value locations across the U.S. in the future. True Value is one of the world's leading wholesalers of hardline products with a globally recognized brand that has been working with independent retailers for over seven decades. True Value has more than 4,500 stores in over 60 countries around the world, 13 regional distribution centers and approximately 2,500 True Value Associates. Offering a flexible model that does not require a membership, True Value carries an expansive product set featuring competitive prices, superior product availability,

innovative marketing programs and additional services including eCommerce ship-to-store, store remodel support and True Value University.

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.

Not applicable.

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.

Not applicable.

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.

Not applicable

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.

Not applicable.

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.

Not applicable.

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

Not applicable.

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.

Not applicable.

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

Not applicable.

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

Not applicable.

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.

Not applicable.

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

On August 17, 2021, the Issuer announced that it has upsized its previously announced brokered private placement of 8.0% unsecured convertible debentures of the Company (the "Debentures") and closed the private placement for aggregate gross proceeds of \$3,850,000 (the "Offering"). As consideration for the services provided by iA Private Wealth Inc. (the "Agent") in connection with the Offering, the Company paid to the Agent, on behalf of itself and the syndicate, a cash commission of \$189,500.00, being 7.0% of the aggregate gross proceeds from the sale of the Debentures and a reduced cash commission equal to 3.0% of the aggregate gross proceeds from the sale of the Debentures to subscribers on the president's list. Further, the Company issued 421,111 compensation options to the Agent and the syndicate, being 7.0% of the common shares issuable on conversion of the Debentures (3.0% with respect to president's list subscribers). The net proceeds of the Offering shall be used for general working capital purposes. All securities issued pursuant to the Offering are subject to a statutory hold period expiring four months and one day from closing of the Offering in accordance with applicable securities legislation.

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

See item 13 above.

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

Repaid a bridge loan to K Iccir Holdings for \$16,000.

Received a bridge loan from Dana Industries for \$30,000. It will be repaid in September with a small financing fee to be determined by management.

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

Not applicable.

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

Shipping delays and price increases that are continuing to affect the global economy are beginning to have an impact with the Issuer. The Issuer sources its DSL from Asia. The Issuer is working with its suppliers and logistics providers to mitigate any issues.

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 September 15, 2021

John Ricci
Name of Director or Senior Officer

"John Ricci"(Signed)
Signature

President & Chief Executive Officer
Official Capacity

Issuer Details Name of Issuer Danavation Technologies Corp.	For Month End August 2021	Date of Report YY/MM/D 21/09/15
Issuer Address 21 Roybridge Gate		
City/Province/Postal Code Vaughan, ON L4H 1E6	Issuer Fax No. (416) 798-4114	Issuer Telephone No. (647) 798-0880
Contact Name John Ricci	Contact Position President & CEO	Contact Telephone No. (647) 798-0880
Contact Email Address jricci@danavation.com	Web Site Address https://danavation.com/	