

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: Versus Systems Inc. (the "Issuer" or the "Company")

Trading Symbol: VS

Number of Outstanding Listed Securities: 150,012,300

Date: October 6, 2020

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.

Versus Systems Inc. (CSE: VS) is based out of Vancouver, British Columbia and Los Angeles, CA. During September 2020, the Issuer launched its in-game rewards platform in the Asia-Pacific market and was granted 23 new patent claims associated with a patent filing made in 2015, by the US Patent and Trademark Office

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

Management focused on the development and integration of its proprietary in-game prizing and promotions engine, as well as the international expansion and pursuing global alliances.

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.

The Issuer has launched its patented in-game rewards platform in the Asia-Pacific market. Omen Rewards, powered by Versus, is now available in China inside HP Omen command centre -- preinstalled in HP Omen and Pavilion laptops and desktops, and also available on the Windows App Store.

According to Newzoo's 2020 global games market report, the Asia-Pacific's gaming market will have approximately 1.4 billion gamers by the end of 2020 which is more than half of all players worldwide. The same report forecasts that the Asia-Pacific region will generate \$78.4-billion in gaming revenues in 2020 -- accounting for almost half of all gaming revenues globally.

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

6. 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

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

N/A

8. 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.

Pursuant to a filing made in 2015, the U.S. Patent and Trademark Office (USPTO) has allowed 23 new claims associated with a patent filing titled "Managing Rewards in Interactive Media Across Geographical Locations."

The patented claims protect, among other things, systems and methods for including a participant's current geography in the prize calculus. Along with other characteristics, a participant's location at a specific time (in a stadium, at a concert, on a bike ride or within proximity to a specific vendor) may impact which prizes are available to that participant. Prize providers on the Versus platform may use this patented functionality to create campaigns specific to certain locations and certain events while also allowing different prizes to be offered and won by participants who are playing or watching Versus-enabled content in different locations.

As with other recent granted patents, these claims include explicit coverage for mobile, console and PC (personal computer) games like those available on HP Omen. They also account for apps, AR/VR (augmented reality/virtual reality) applications and other forms of interactive media. Developers and publishers that partner with Versus will have access to the full suite of protected claims and patents that Versus has been granted, addressing legal and regulatory compliance dynamically across federal, state and local law -- allowing content partners to place prizes in-game or in-app for their players to earn as they play.

In addition to these new claims granted by the USPTO as well as its other issued patents, Versus has filed a number of other claims related to its platform that are currently pending in the United States as well as in other Patent Co-operation Treaty countries. Versus actively develops new technologies for prizing and rewards inside interactive media and files for intellectual property protection accordingly.

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

N/A

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

N/A

11. 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

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

N/A

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

Security	Number Issued	Details of Issuance	Use of Proceeds
N/A			

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

An aggregate of CAD \$4,965,000 and USD \$230,000 was loaned by directors and officers for three years at prime rate, and repayable upon demand.

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

N/A

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

N/A

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 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 October 6, 2020.

Craig Finster
Name of Director or Senior Officer

/s/ "Craig Finster"
Signature

CFO
Official Capacity

Issuer Details		For Month End	Date of Report
Name of Issuer		September 2020	YY/MM/D
Versus Systems Inc.			2020/10/06
Issuer Address			
1558 West Hastings Street			
City/Province/Postal Code	Issuer Fax No.	Issuer Telephone No.	
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