

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: **Direct Communication Solutions, Inc.** (the "Issuer").

Trading Symbol: **DCSI**

Number of Outstanding Listed Securities: **13,403,300 shares of common stock**

Date: **March 31, 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.
 - (a) **On March 19, 2020 the State of California issued a stay at home order due COVID-19. Business is continuing as employees work at home but there is a slowdown due to supply chain issues and operational inefficiencies.**
- 2. Provide a general overview and discussion of the activities of management.

During the month of March, 2020, management's primary activities consisted of the following activities:

- (b) continuing implementation of its strategic plan to expand product family, strategic partners, brand recognition and sales development including commencing roll-out of its next generation software and sensor-based solutions, continuing to strengthen its existing product offering within MiFleet by introducing vertical market specific solutions; introducing new IoT and software applications; expand product family through continuous management direction and partnerships, and expand strategic partners for product areas for various products.

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.

There were no new products or services developed during the month of March, 2020 other than those stated 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.

There were no products or services discontinued during the month of March, 2020.

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.

There were no new contracts entered into during the month of March, 2020.

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.

There were no contracts terminated during the month of March, 2020.

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.

There were no acquisitions or dispositions of the Issuer's assets during the month of March, 2020.

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

The Issuer is in the business of providing IoT products, services and cellular based solutions and therefore is continually providing services to new clients.

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.

There were no new developments or effects on intangible products during the month of March, 2020.

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

There was one employee hiring, no terminations and no lay-offs during the month of March, 2020.

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

There were no labour disputes during the month of March, 2020.

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.

Not applicable.

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

Not applicable.

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

Not applicable.

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.

The Issuer relies on third parties to supply key components used in the Issuer's products. The Issuer does not own manufacturing facilities or supply sources for such components and materials. There can be no assurance that the Issuer's supply of materials will not be limited, interrupted, restricted in certain geographic regions or of satisfactory quality or continue to be available at acceptable prices with the current worldwide pandemic of the novel COVID-19 disease. Further, the Issuer's business undergoes seasonal variation in the fiscal quarter ended March

31 due to disruptions in the manufacturing of hardware components in Asia driven primarily by the observance of the lunar New Year holidays during that period and in the fiscal quarter ended September 30 due to summer vacations of the industrial buyers representing business or government customers.

The market price of the Issuer's shares could be subject to wide fluctuations in response to, among other things, risk factors described in its prospectus dated December 20, 2019, and other factors beyond the issuer's control, such as low volume trading, fluctuations in the valuation of companies perceived by investors to be comparable to us. Furthermore, the stock markets have experienced price and volume fluctuations that have affected and continue to affect the market prices of equity securities of many companies. These fluctuations often have been unrelated or disproportionate to the operating performance of those companies. These broad market and industry fluctuations, as well as general economic, political, and market conditions, such as recessions, interest rate changes or international currency fluctuations, may negatively affect the market price of the Issuer's shares.

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 April 3, 2020.

Rich Gomberg
Name of Director or Senior
Officer

"Rich Gomberg"
Signature
Chief Financial Officer
Official Capacity

Issuer Details Name of Issuer	For Month End	Date of Report YY/MM/DD
Direct Communication Solutions, Inc.	March	20/04/03
Issuer Address		
17150 Via Del Campo #200		
City/Province/Postal Code	Issuer Fax No. ()	Issuer Telephone No.
San Diego CA 92127		(858)798-7100
Contact Name	Contact Position	Contact Telephone No.
Rich Gomberg	CFO	(858)798-7111
Contact Email Address	Web Site Address	
rgomberg@dcsbusiness.com	www.dcsbusiness.com	