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FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: **Draganfly Inc.** (the "Issuer").

Trading Symbol: **DFLY**

Number of Outstanding Listed Securities: **77,446,051**

Date: **May 5, 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.

   April 30, 2020, the Issuer announced that it had completed the acquisition of Dronelogics Systems Inc. ("Dronelogics").

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April 28, 2020, the Issuer announced that it will host a virtual-only shareholder update call on April 30, 2020.

April 28, 2020, the Issuer announced that its CEO, Cameron Chell, will be featured on Fox Business with Liz Claman.

April 24, 2020, the Issuer confirmed no material undisclosed information and comments on recent promotional activities.

April 24, 2020, the Issuer announced that it concluded COVID-19 social distancing test with Westport Police Department.

April 21, 2020, the Issuer announced its 'Pandemic Drone' technology conducted initial flights near New York City to detect COVID-19 symptoms and identify social distancing.

April 16, 2020, the Issuer announced that Captain Larry Vincent, (USN, Ret.) current Executive Officer, Defence Counter Intelligence Agency, and former Operations Center Director for Naval and Marine Corps Forces in Europe and Africa joined its Board of Advisors.

April 15, 2020, the Issuer announced that its board member and former Whitehouse Chief of Staff and US Secretary of Transportation, Andrew H. Card, Jr. will be featured on Newsmax.

April 8, 2020, the Issuer announced former US Ambassador and Assistant Director-General of the World Health Organization on HIV/AIDS, Tuberculosis and Malaria, Dr. Jack C. Chow joined its Board of Advisors.

April 7, 2020, the Issuer announced that its board member and former Whitehouse Chief of Staff and US Secretary of Transportation, Andrew H. Card, Jr., to be featured on Cheddar.com with the Segment focus being on the Issuer being selected to integrate health diagnosis technology to help detect & monitor COVID-19 (Coronavirus).

April 1, 2020, the Issuer announced it would webcast live at VirtualInvestorConferences.com on April 2, 2020.

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

   Management has been busy with various corporate development opportunities including discussing the integration of a health monitoring technology onto the Issuer's drone platform.

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.

   As noted above, the Issuer announced that they were part of a pilot project with the Westport Police Department to monitor people for symptoms of COVID-19 as well as monitor social distancing.

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.

   No products or services discontinued.

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.

   As noted above, the Issuer announced that they were part of a pilot project with the Westport Police Department to monitor people for symptoms of COVID-19 as well as monitor social distancing.

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.

   No contract or agreements have expired or been terminated.

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.

   As noted above, the Issuer closed the acquisition of Dronelogics. This agreement was signed in January 2020 and the details were described in the Issuer's January monthly report. No dispositions occurred this month.

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

   There were no new customers nor was there a loss of any customer.

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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.

   None.

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

    None.

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

    None.

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.

    None.

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

    None.

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

Security	Number Issued	Details of Issuance	Use of Proceeds(1)
Common Shares	1,109,200	Issued in connection with exercise of warrants at $0.10/share	$110,920 – working capital
Common Shares	130,000	Issued in connection with the exercise of warrants at $0.50/share	$65,000 – working capital
Common Shares	3,225,438	Issued on April 30, 2020 at a deemed price of $0.50/share	Partial payment of the purchase price payable in connection with the acquisition of Dronelogics.
Common Shares	200,000	Issued on April 30, 2020 at a deemed price of $0.50/share	Finder's fee payable in connection with the acquisition of Dronelogics.
Stock Options	445,000	Granted on April 30, 2020 in connection with the closing of the acquisition of Dronelogics to certain Dronelogics employees; exercise price of $0.50	
Stock options	600,000	Granted on April 30, 2020 to members of the Issuers advisory board; exercise price of $0.77	
Restricted Share Units	375,000	Granted on April 30, 2020 in connection with the closing of the acquisition of Dronelogics to certain directors and employees; exercise price of $0.50	

(1) State aggregate proceeds and intended allocation of proceeds.

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

    $360,000 was sent as an inter-company loan between the Issuer's wholly-owned subsidiary, Draganfly Innovations Inc., and newly acquired Dronelogics as part of the closing of the acquisition.

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

    None.

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 operates in the commercial UAV/drone space. Recently, the US Government announced that they are prohibiting US government entities from purchasing foreign or non-North American manufactured drones. The Issuer does not anticipate this announcement to impact the Issuer as its drones are manufactured in Canada.

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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 May 5, 2020.

Paul Sun
Name of Director or Senior Officer

DocuSigned by:
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Signature

CFO & Corporate Secretary
Official Capacity

Issuer Details Name of Issuer Draganfly Inc.	For Month End April	Date of Report YY/MM/D 20/05/05
Issuer Address 2108 St. George Ave		
City/Province/Postal Code Saskatoon, SK, S7M 0K7	Issuer Fax No. (306)955-9906	Issuer Telephone No. (306)955-9907
Contact Name Paul Sun	Contact Position CFO	Contact Telephone No. (416) 569-5070
Contact Email Address Paul.sun@draganfly.com	Web Site Address www.draganfly.com	