

## FORM 12

### NOTICE OF PROPOSED STOCK CONSOLIDATION AND SYMBOL

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

Trading Symbol: DFLY to be changed to "DPRO"

Date: July 26, 2021

This form is to be used to report a proposed reclassification, which is any change to the terms of a listed security other than a stock split or dividend.

1. Provide full details of the reclassification

On March 22, 2021, the Issuer's board of directors approved a 1:5 reverse split (the "Consolidation") of the Issuer's authorized and issued shares of common shares. It is proposed that the reverse split will be effective as of the market open on or about July 29, 2021 on the Canadian Securities Exchange (the "CSE") and the NASDAQ.

The Issuer is also applying for a change of ticker symbol from DFLY to DPRO.

2. Number of securities outstanding and reserved for issuance following the reclassification

The total number of outstanding shares of common shares will be reduced from approximately 135,229,434 shares to approximately 27,045,887 shares. No fractional shares will be issued as a result of the Consolidation split as any fractional shares resulting from the Consolidation will be rounded up to the nearest whole share on a "per shareholder" basis.

3. Describe the anticipated impact of the reclassification on the liquidity of the market for the listed security and on voting and equity rights of public shareholders

The Issuer does not anticipate any impact on the liquidity of the market for the common stock following the Consolidation. There will be no change in voting or equity rights of public shareholders.

4. Date of shareholders' meeting to approve the reclassification

No shareholders' meeting is required, as the Issuer's Articles allow for the directors to implement a consolidation by way of directors' resolution

5. Record date for the reclassification

Record date July 30, 2021.

6. **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 12 Notice of Proposed Stock Consolidation or Reclassification is true.

Dated July 26, 2021.

Paul Sun  
Name of Director or Senior  
Officer

*(s) "Paul Sun"*

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Signature

Chief Financial Officer  
Official Capacity