

FORM 7
Quadron Capital Corporation
MONTHLY PROGRESS REPORT
For the Month of March, 2017

PRECAUTIONARY NOTE

All information presented herein is unaudited and prepared on the basis of preliminary information as available within four-trading days of the reporting date. Accordingly, this information may be subject to material adjustment on completion of any unaudited quarterly interim financial reports or the Company's annual audit. The information presented herein should be read in conjunction with the Company's audited consolidated financial statements for the year ended April 30, 2016 and the related "Management's Discussion and Analysis of Operations" ("MD&A") as well as the most recently filed unaudited condensed interim quarterly financial statements and related MD&A's which as of this reporting date are those that the Company has issued for the nine months ended January 31, 2017.

Name of CNSX Issuer: **Quadron Capital Corporation** (the "Company", "Issuer" or "Quadron").

Trading Symbol: **QCC**

Number of Outstanding Listed Securities: **47,849,500 Common Shares**

Date: **April 6, 2017**

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 the CNSX 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 CNSX.ca 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

Form 7

Quadron Capital Corporation
MONTHLY PROGRESS REPORT
For the Month of March, 2017 (continued)

"material information" as defined in the CNSX 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.

Quadron operates through its three wholly owned subsidiaries, Soma Labs Scientific Inc. ("Soma Labs"), Greenmantle Products Limited ("Greenmantle"), and Cybernetic Control Systems Inc. ("Cybernetic"). Through its subsidiaries, Quadron provides a variety of products and services structured to address the complex needs and requirements of cannabis industry participants in Canada and the US. Quadron's principal focus is on the design and production of automated cannabis extraction and processing equipment which it leases and/or sells to industry participants (via Soma Labs). In addition, the Company distributes ancillary products, such as customized dispensing devices (i.e. vaporizer pens) and branded consumption products (i.e. capsules) along with a variety of packaging options to authorized cannabis industry participants (via Greenmantle). Quadron's subsidiary, Cybernetic, specializes in providing equipment automation services, control solutions and process manufacturing expertise to a variety of industry sectors.

See Section 2 of this Report for details on a newly designed, proprietary automated Odor Elimination System ("OES") that the Company has designed specifically for the industrial cannabis industry.

See Section 6 of this Report for details on the Company's acquisition of Cybernetic that closed during March 2017.

- 2. 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.

Form 7

Quadron Capital Corporation

MONTHLY PROGRESS REPORT

For the Month of March, 2017 (continued)

On March 24, 2017, Quadron announced that it had completed the research and development of a newly designed, proprietary automated Odor Elimination System (“OES”) designed specifically for the industrial cannabis industry. The system is used to eliminate residual odors that remain after being filtered by industry standard carbon filtration systems. Quadron will sell the proprietary OES systems to its customers and generate recurring revenue from the maintenance of these systems.

3. 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.

None.

4. 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.

None.

5. 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.

None.

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.

On March 20, 2017, Quadron announced that it had closed the acquisition of Cybernetic Control Systems Inc. (“Cybernetic”). Cybernetic is now a wholly owned subsidiary of Quadron.

Cybernetic has developed electronic/automated products and systems relating to LED lighting systems and nutrient mixing/sensing systems specific to the cannabis industry. It also produces automation designs that increase efficiencies and assist in improving ROI for licensed marijuana growers.

Pursuant to the acquisition, the shareholders of Cybernetic received an aggregate of 2,700,000 common shares of Quadron at a deemed price of \$0.25 per share, in consideration for all of the issued and outstanding share capital in Cybernetic. Up to an additional 6,150,000 common shares of Quadron may be issued to Cybernetic shareholders, upon Cybernetic meeting certain revenue milestones, of up to \$2,500,000, for the fiscal year ending April 30, 2018. The purchase

Form 7

Quadron Capital Corporation
MONTHLY PROGRESS REPORT
For the Month of March, 2017 (continued)

price also includes an offset of \$350,000 owing to Quadron. The initial 2,700,000 common shares issued in connection with the acquisition are subject to a hold period expiring July 18, 2017. The acquisition was not a related party transaction.

7. Describe the acquisition of new customers or loss of customers.
None, other than in the regular course of business as described in Question 1.
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.
None.
9. Report on any employee hirings, terminations or lay-offs with details of anticipated length of lay-offs.
None.
10. Report on any labour disputes and resolutions of those disputes if applicable.
None.
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.
There are currently no legal proceedings to which the Company is a party, nor is management aware of any such matters that are currently pending.
12. Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness.
During the month of March 2017, other than as incurred in the course of normal operations, the Company has not incurred any additional indebtedness.
13. Provide details of any securities issued and options or warrants granted.
During the month of March 2017, the Company issued the following securities:

Form 7

Quadron Capital Corporation

MONTHLY PROGRESS REPORT

For the Month of March, 2017 (continued)

Security	Number Issued	Details of Issuance	Use of Proceeds ⁽¹⁾
<i>Common Shares</i>	<i>89,000</i>	<i>Exercise of warrants at \$0.20 per share</i>	<i>Working capital</i>
<i>Common Shares</i>	<i>2,700,000</i>	<i>Acquisition of Cybernetic (see Section 4)</i>	<i>NA</i>
<i>Preferred Shares</i>	<i>6,150,000</i>	<i>Acquisition of Cybernetic (see Section 4)</i>	<i>N/A</i>

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

As at March 31, 2017 there were a total of 47,849,500 common shares outstanding;

2,700,000 common shares are subject to a hold period expiring July 18, 2017.

As at March 31, 2017 there were a total of 3,750,000 options issued but not exercised.

As at March 31, 2017 there were a total of 9,911,000 warrants issued but not exercised.

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

During the month of March 2017, other than in the normal course of business, the Company did not become indebted to any Related Persons nor did it extend any loans to such parties.

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

During the month of March 2017 there were no changes in directors, officers or committee members.

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

On March 26, 2017, the Liberal government publicized that they will announce legislation next month that will legalize marijuana in Canada by July 1, 2018. Quadron welcomes the federal government's timeline and direction for the legalization of cannabis in Canada. It provides certainty and confidence to the public, the markets and the industry overall, taking into account health, safety and security concerns. This news from the government aligns with Quadron's strategic long-term growth in this industry.

Certificate Of Compliance

The undersigned hereby certifies that:

- 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.

Form 7

Quadron Capital Corporation

MONTHLY PROGRESS REPORT

For the Month of March, 2017 (continued)

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 CNSX 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 CNSX Requirements (as defined in CNSX Policy 1).
4. All of the information in this Form 7 Monthly Progress Report is true.

Dated **April 6, 2017**.

Doug McFaul
Name of Director or Senior Officer

[signed] **"Doug McFaul"**

Signature

Director
Official Capacity

<i>Issuer Details</i>		For Month	Date of Report
Name of Issuer	End	YY/MM/DD	
Quadron Capital Corporation	March, 2017	17/04/06	
Issuer Address			
1600 - 609 Granville Street			
City/Province/Postal Code		Issuer Fax No.	Issuer Telephone No.
Vancouver, BC, V6Y 1C3		(866)824-8938	(778)331-4303
Contact Name		Contact Position	Contact Telephone No.
Doug McFaul		Director	(778)331-4303
Contact Email Address		Web Site Address	
dmcfaul@emprisecapital.com		www.quadroncapital.ca	