

## FORM 7

### MONTHLY PROGRESS REPORT

Name of Listed Issuer: SpotLite360 Technologies, Inc. (the "Issuer" or "SpotLite360").

Trading Symbol: LITE

Number of Outstanding Listed Securities: 53,713,600

Date: August 5, 2021

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.

During the month of July 2021, SpotLite360 continued its focus on the delivery of a SaaS-based supply chain execution and sustainability platform (SpotLite 360

Software) for enterprise customers in the pharmaceutical, healthcare, and agricultural industries.

On July 6, 2021, the Issuer announced that it has launched an initiative to offer tailored supply chain tracing and tracking solutions for organizations in the pharmaceutical industry, for which it is presently in contract negotiations with pharmaceutical firms. This initiative aligns with an impending U.S. regulatory change in the USD \$1.3 trillion pharmaceutical industry requiring companies to comply with the Drug Supply Chain Security Act (“DSCSA”), which mandates the implementation of electronic tracing measures. The Issuer has identified an opportunity to deliver solutions geared towards compliance with the DSCSA using RFID and IoT (“Internet of Things”) sensors in conjunction with blockchain, machine learning, and enterprise tracking software licensed from TrackX Holdings Inc. (“TrackX”).

On July 12, 2021, the Issuer announced that it has begun to commercialize its enterprise software solution in the healthcare industry to help overcome many of the common challenges in healthcare supply chains. With several operational and compliance nuances that are unique to healthcare supply chains, Spotlite360 has tailored its software solution which leverages blockchain, IoT sensors, and machine learning to align with the current and future requirements of healthcare firms across North America. The Issuer has started introducing this solution to prospective accounts in the healthcare industry.

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

During the month-ended July 2021, the Issuer’s principal activities consisted of administrative matters and general management.

On July 19, 2021, the Issuer published an original video presentation delivered by its President James Greenwell, discussing cannabis industry applications for blockchain and IoT technologies such as those developed by Spotlite360. In the 17-minute video presentation, which can be viewed on the Issuer’s YouTube channel, Mr. Greenwell introduces the Spotlite360 technologies and explains the synergies between blockchain and IoT functionality. Initially, Mr. Greenwell outlines the current landscape of supply chains in the U.S. cannabis industry and the issues that arise from conflicts between laws at the federal and state levels (e.g., lack of EPA oversight of pesticide use). Mr. Greenwell then describes the nuances of specific cannabis product types (e.g., distillate and crude oils) and how the Spotlite360 technologies can provide value both for stakeholders in the cannabis supply chain as well as the end consumer. Early in the video, Mr. Greenwell also shows examples of unique item-level tracking technologies that can be used with Spotlite360 such as RFID (Radio Frequency Identification) tags.

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.

None.

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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.

None.

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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.

On July 6, 2021, the Issuer announced that it has engaged JBN Partners, LLC ("JBN") to increase public awareness of and interest in the Issuer, its management and its products by coordinating certain investor relations and corporate financial public relations with members of the investment community, the financial media and the public, in general. The services agreement with JBN has a three-month term with a total payment value of USD\$50,000.

The Issuer has also engaged Think Ink Marketing Data and Email Services ("Think Ink") to provide and manage a public relations campaign for the Issuer, to increase public awareness of the Issuer and its products, services, and securities. In connection with Think Ink's engagement, the Issuer has entered into a six-month public relations services agreement with Think Ink with a total payment value of USD\$50,000.

On July 29, 2021, the Issuer announced that it has entered into a software license agreement (the "License Agreement") with Apollo Sciences ("Apollo", and together with the Issuer the "Parties"), a vertically integrated producer and distributor of hemp in Aurora, Colorado. Under the License Agreement, Apollo will have the right to utilize Spotlite360's suite of blockchain and IoT technologies which can provide unprecedented visibility to all participants in a supply chain and ensure optimal product and service quality (collectively, the "Spotlite360 Technologies"). The Parties have explored several potential applications of the Spotlite360 Technologies to Apollo's business activities, which include biomass storage, pharmaceutical grade extraction, post-processing, and white-label production of hemp-derived products. Moreover, the Spotlite360 Technologies could enable legal-aged purchasers of hemp products produced and/or distributed by Apollo to trace the origin and verify the authenticity of the product through matrix barcodes (commonly referred to as "Quick Response" or "QR" codes) printed on product packaging, which can match individual product units to their respective provenance records in seconds using a smartphone camera.

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.

None.

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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.

None.

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

None.

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.

On July 6, 2021, the reported that it has issued 700,000 restricted shares units of the Issuer ("RSUs") under the Issuer's restricted share unit plan (the "RSU Plan") to the President of the Issuer, as compensation and an incentive for the President to drive the growth of the Issuer. The RSUs and the RSU Plan remain subject to shareholder approval and ratification at the next annual general and special meeting of shareholders, scheduled for August 30, 2021. An initial 70,000 RSUs will vest on the date of shareholder approval, and the remaining six (6) tranches of 105,000 RSUs per tranche will vest every six (6) months over a period of 36 months from June 15, 2021. Once vested, each RSU shall entitle the holder to acquire one common share of the Issuer underlying each such RSU by delivering a notice of acquisition to the Issuer in accordance with the RSU Plan for a period

of 5 years. In accordance with the RSU Plan, the RSUs were priced at CDN \$0.90 based on the closing price of the common shares on the Canadian Securities Exchange on July 5, 2021.

<b>Security</b>	<b>Number Issued</b>	<b>Details of Issuance</b>	<b>Use of Proceeds<sup>(1)</sup></b>
RSUs	700,000	Pursuant to the RSU Plan	N/A

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

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

None.

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.

COVID-19 - The outbreak of the corona virus pandemic has impacted the Issuer's plans and activities. The Issuer may face disruption to operations, supply chain delays, travel and trade restrictions and impact on economic activity in affected countries or regions can be expected and can be difficult to quantify. Such pandemics or diseases represent a serious threat to maintaining a skilled workforce industry and could be a major health-care challenge for the Issuer. There can be no assurance that the Issuer's personnel will not be impacted by these pandemic diseases and ultimately that the Issuer would see its workforce productivity reduced or incur increased medical costs/insurance premiums as a result of these health risks. In addition, the COVID-19 pandemic has created a dramatic slowdown in the global economy. The duration of the COVID-19 outbreak and the resultant travel restrictions, social distancing, Government response actions, business closures and business disruptions, can all have an impact on the Issuer's operations and access to capital. There can be no assurance that the Issuer will not be impacted by adverse consequences that may be brought about by the COVID-19 pandemic on global financial markets may reduce resource prices, share prices and financial liquidity and thereby that may severely limit the financing capital available.

## 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 August 5, 2021.

Peter Nguyen  
Name of Director or Senior  
Officer

"Peter Nguyen"  
Signature

Director  
Official Capacity

<b>Issuer Details</b> Name of Issuer	For Month End	Date of Report YY/MM/D
SpotLite360 Technologies, Inc.	July 2021	21/08/05
Issuer Address		
810 - 789 West Pender Street		
City/Province/Postal Code	Issuer Fax No.	Issuer Telephone No.
Vancouver, BC V6C 1H2	(604) 687-3141	(604) 687-2038
Contact Name	Contact Position	Contact Telephone No.
Eugene Beukman	CEO	(604) 687-2038
Contact Email Address	Web Site Address	
<a href="mailto:ebeukman@partumadvisory.com">ebeukman@partumadvisory.com</a>	<a href="https://www.spotlite360.com/">https://www.spotlite360.com/</a>	