

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: **eXeBlock Technology Corporation (“Company”, “eXeBlock” or “Issuer”)**

Trading Symbol: **XBLK**

Number of Outstanding Listed Securities: **61,441,531 common shares**

Date: **March 6, 2019**

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.

On November 9, 2017, eXeBlock received Final Receipt for its Long Form Prospectus from the British Columbia Securities Commission.

The Company was approved for listing of its common shares on the CSE and commenced trading under the symbol “XBLK” on November 16, 2017.

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

The Company has entered a purchase agreement (the “Agreement”) with Peerplays Blockchain Standards Association (“PBSA”), Data Security Node Inc., Fallout Complex Inc., 10353027 Canada Corporation (“10343027”), and Jonathan Baha'i.

Material terms of the Agreement include:

- a) *Sale of software including 50/50 Labs, Sidechain and eXeChain (collectively, the “Software”) to PBSA for the payment to eXeBlock of \$250,000 in cash (the “Cash Consideration”) plus applicable taxes, on closing;*
- b) *the assumption by PBSA of amounts owing by eXeBlock to a third party developer in the development of the Software totaling \$463,419 USD;*
- c) *the purchase of up to 9,965,000 common shares of eXeBlock held by 10343027, an entity wholly-owned by Jonathan Baha'i (which represents approximately 16.2% of the Company's common shares outstanding as of February 15, 2019) for cancellation by the Company (the “Share Reduction”) for an aggregate amount not exceeding \$1.00;*

- d) *the termination of the software development agreement between eXeBlock and PBSA on closing and release by eXeBlock in any interest in any consideration, including any PPY tokens, if any, which were to be transferred as payment for software development under such agreement;*
- e) *the forgiveness of amounts owing by eXeBlock to each of Data Security Node Inc., Fallout Complex Inc., and Jonathan Baha'i for certain equipment, furniture, fixtures and Company expenses totaling \$74,912.35; and*
- f) *the termination of the bunker lease between eXeBlock and Fallout Complex Inc. on closing,*

(collectively, the "Transaction").

Completion of the Transaction is subject to customary closing conditions, including acceptance and approval of the shareholders of the Company by special resolution and regulatory approvals. The board of directors of eXeBlock has considered all relevant factors and unanimously determined that the Transaction is in the best interests of the Company and its shareholders. The board of directors unanimously recommends that its shareholders vote in favour of the Transaction.

- 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.

Not applicable.

- 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.

Not applicable.

- 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.

Not applicable.

- 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.

In association with the Transaction described above, the Company has terminated its bunker lease with the Fallout Complex Inc. which had remaining lease commitments of approximately \$120,000. The Company has leased office space in Halifax, Nova Scotia.

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.

In association with the Transaction described above, the Company has cancelled its acquisition of certain furniture at the leased facilities in Debert, Nova Scotia returning these to the landlord Fallout Complex Inc. The Company has also cancelled its purchase of certain computer equipment from Data Security Node Inc.

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

In association with the Transaction described above, the Company has terminated its software development agreement with the Peerplays Blockchain Standards Association.

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.

See the Non-offering Prospectus, dated November 9, 2017, for the Company's business description and other information.

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

eXeBlock appointed Jamie Davison as the new President and Chief Executive Officer of the Company. Mr. Davison is a recognized leader in the technology industry and brings extensive operations and corporate experience to the team, highlighted by a strong track record of value creation and depth of knowledge in commercializing innovation technology.

Effective in December, 2018, Mr. Jonathan Baha'i (the Founder of the Company) is no longer associated with eXeBlock Technology Corporation.

At the end of January, the Company has issued employment termination notices to nine staff members. To support employees' transition to new jobs, the Company has offered enhanced severance benefits and support with outplacement services. The Company has obtained releases from the nine terminated employees.

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

Not applicable.

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.

In association with the Transaction described above, the Company will acquire for cancellation 9,965,000 (16.2%) of its common shares from 10353027 Canada Corporation, an entity wholly-owned by Mr. Baha'i.

eXeBlock will be seeking all required regulatory approvals to complete the Share Reduction at closing. In the event less than the 9,965,000 common shares of eXeBlock held by 10343027 are acquired by eXeBlock at closing, the Company may continue to seek all necessary regulatory approvals necessary to acquire any remaining common shares until November 30, 2020.

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 markets) or political/regulatory trends.

eXeBlock is a designer of custom, state-of-the-art blockchain based software developer that provide profitable, secure and efficient operating solutions to businesses and markets globally. eXeBlock is one of the first Canadian public companies focused on the development of disruptive decentralized applications using blockchain technology.

Since joining the Company, Mr. Davison has been active in the market on several fronts, connecting with partners and exploring go to market opportunities for eXeBlock's range of products. He is in the process of properly structuring the organization, identifying a path to monetization and defining a business plan that encompasses a clear and viable direction for the company.

The Company continues to work on opportunities that exist within the private blockchain environment and will be continuing to define a path to profit that ensures a much greater opportunity for short term revenue.

18. 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 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 – March 6, 2019.

Rob Randall
Name of Director or Senior
Officer

(Signed) *Rob Randall*
Signature

CFO & Corporate Secretary
Official Capacity

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| <i>Issuer Details</i> Name of Issuer | For Month End | Date of Report YY/MM/D |
| eXeBlock Technology Corporation | February, 2019 | 19/03/06 |
| Issuer Address | | |
| Suite 280, 1090 West Georgia Street | | |
| City/Province/Postal Code | Issuer Fax No. | Issuer Telephone No. |
| Vancouver, British Columbia, V6E 3V7 | (604)684-5973 | (604) 899-0106 |
| Contact Name | Contact Position | Contact Telephone No. |
| Jamie Davison | President & CEO | (902) 334 1699 |
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