

FORM 7

MONTHLY PROGRESS REPORT

Name of CNSX Issuer: AFG Flameguard Ltd.
("AFG" or the "Issuer")

Trading Symbol: AFG

Number of Outstanding Listed Securities: 29,782,992

Date: June 2013

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.

The Company has begun its spring and summer sales and marketing campaign for its fire suppression equipment to cottage owners in Ontario. An Ad has been running in the Muskoka Lakes Association Yearbook and the Muskoka Ratepayers Association Yearbook and the first live burn demonstration in the special purpose demonstration house was held July 12, 2013. A news release is issued in July with this information.

Recently the DSPA technology was approved by the Significant New Alternatives Policy (SNAP) Program of the US Environmental Protection Agency's program to evaluate and regulate substitutes for the ozone-depleting chemicals that are being phased out under the stratospheric ozone protection provisions of the Clean Air Act (CAA). This confirms our positioning as a Halon replacement, which is particularly applicable to marine and boat installations but also computer rooms and industrial systems where Halon has been prevalent.

Our product demonstrated how its used to save money on building and change in use permits as a recent coating job in Kelowna with the certified application of HCA WLW to provide Fire Resistance and Flame Spread treatment of gyproc saved substantial costs for the homeowner. Using our intumescent interior paint between floors in a legal residential basement suite saved the traditional high cost method of adding another sheet of gyproc to achieve the fire resistance needed to legalize a suite. HCA WLW has also been used for the same application in industrial uses to meet fire resistance as well as flame spread. HCA WLW is the only A class coating that has been proven to add fire resistance to wall, floor + ceiling assembly's. The company works with fire prevention officers and building

code inspectors to help solve fire code compliance problems to ensure codes are met economically and with assurance.

A number of inquiries and applications have been received for potential dealers and distributors, which the Company is assessing and reviewing to develop a national dealer program.

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

In June Tom Bell, CEO and a Director resigned, leaving Don Gordon, Director to maintain as acting CFO and CEO role for the time being. Mr Gordon closed the Vancouver office and moved the company into shared offices with other public companies under Mr Gordon's purview at 2000-1500 W Georgia St Vancouver. No rent is being charged at this address at the present time.

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.

The company is conducting a replacement program to upgrade the manual starters used in the FIT5 model of extinguisher.

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.

N/A

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.

The Company retained RWE Partners and Richard Evans to produce an updated business plan and presentation materials for strategic and investment purposes.

The Company retained Tracy Last Marketing and Communications Consultant specializing in the first responder market place.

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.

N/A

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.

N/A

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

N/A

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.

N/A

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

During the month Tom Bell, CEO and Director resigned, as announced June 12, 2013. The Company announced the appointment of Daniel Sturgeon as Vice President Market development. Dan has owned and operated Sturgeon Decorating and Design Inc. of Rousseau Ontario since 1984 and has been instrumental in achieving the company's sales and investment to date.

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

N/A

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.

N/A

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

N/A

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

N/A

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

N/A

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

N/A

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

N/A

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 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: July 18, 2013

Donald Gordon

Name of Director or Senior
Officer



Signature

Director

Official Capacity

Name of Issuer AFG Flameguard Ltd.	For Month End June 2013	Date of Report (YY/MM/DD) 13/07/18
Issuer Address 2000 – 1500 West Georgia		
City/Province/Postal Code	Issuer Fax No.	Issuer Telephone No.

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