Form 45-106F1 Report of Exempt Distribution

IT IS AN OFFENCE TO MAKE A MISREPRESENTATION IN THIS REPORT

Iтем 1 - Report Type									
☑ New report									
Amended report If amended, provide filing date of report that is being amended (YYYY-MM-DD)									
ITEM 2 - PARTY CERTIFYING THE REPORT									
Indicate the party certifying the report (select only one). For guidance regarding whether an issuer is an investment fund, refer to section 1.1 of National Instrument 81-106 Investment Fund Continuous Disclosure and the companion policy to NI 81-106.									
☐ Investment fund issuer									
☑ Issuer (other than an investment fund)									
☐ Underwriter									
ITEM 3 - ISSUER NAME AND OTHER IDENTIFIERS									
Provide the following information about the issuer, or if the issuer is an investment fund, about the fund.									
Full legal name Global Cannabis Applications Corp.									
Previous full legal name Fundamental Applications Corp.									
If the issuer's name changed in the last 12 months, provide most recent previous legal name.									
Website www.cannappscorp.com (if applicable)									
If the issuer has a legal entity identifier. provide below. Refer to Part B of the Instructions for the definition of "legal entity identifier".									
Legal entity identifier 549300DFCN73ZO9R1423									
Item 4 - Underwriter Information									
If an underwriter is completing the report, provide the underwriter's full legal name and firm National Registration Database (NRD) number.									
Full legal name									
Firm NRD number (if applicable)									
If the underwriter does not have a firm NRD number, provide the head office contact information of the underwriter.	If the underwriter does not have a firm NRD number, provide the head office contact information of the underwriter.								
Street address	Street address								
Municipality Province/State									
Country Postal code/Zip code									
Telephone number Website (if applic	:able)								

Item 5 - Issuer Information					
If the issuer is an investment fund, do not complete Item 5. Proceed to Item 6.					
a) Primary industry					
Provide the issuer's North American Industry Classification Standard (NAICS) code (6 digits only) that corresponds to the issuer's primary business activity. For more information on finding the NAICS industry code go to Statistics Canada's NAICS industry search tool . NAICS industry code 5 4 1 5 1 4					
If the issuer is in the mining industry , indicate the stage of operations. This does not apply to issuers that provide services to issuers operating in the mining industry. Select the category that best describes the issuer's stage of operations. □ Exploration □ Development □ Production Is the issuer's primary business to invest all or substantially all of its assets in any of the following? If yes, select all that apply. □ Mortgages □ Real estate □ Commerial/business debt □ Consumer debt □ Private companies					
b) Number of employees					
Number of employees: √ 0 - 49 50 - 99 100 - 499 500 or more					
c) SEDAR profile number					
Does the issuer have a SEDAR profile? ☐ No ☑ Yes If yes, provide SEDAR profile number 0 0 0 3 6 3 0 9 If the issuer does not have SEDAR profile complete item 5(d) - (h).					
d) Head office address					
Street address Province/State					
Municipality Postal code/Zip code					
Country Telephone number					
e) Date of formation and financial year-end					
Date of formation Financial year-end MM DD MM DD					
f) Reporting issuer status					
Is the issuer a reporting issuer in any jurisdication of Canada? No Yes					
If yes, select the jurisdictions of Canada in which the issuer is a reporting issuer.					
│					
NS NU ON PE QC SK YT g) Public listing status					
g) Public listing status If the issuer has a CUSIP number, provide below (first 6 digits only)					
CUSIP number					
If the issuer is publicly listed, provide the names of all exchanges on which its securities are listed. Include only the names of exchanges for which the issuer has applied for and received a listing, which excludes, for example, automated trading systems.					
Exchange name(s):					
h) Size of issuer's assets					
Select the size of the issuer's assets for its most recent financial year-end (Canadian \$). If the issuer has not existed for a full financial year, provide the size of the issuer's assets at the distribution end date.					
\$0 to under \$5M \$5M to under \$25M \$25M to under \$100M					
☐ \$100M to under \$500M ☐ \$500M to under \$1B ☐ \$1B or over					

ITEM 6 - INVESTMENT FUND ISSUER INFORMATION								
If the issuer is an investment fund, provide the following information.								
a) Investment fund manager information								
Full legal name								
Firm NRD number	(if applicable)							
If the investment fund ma	nager does not have a firm NRD number, provide the head office contact information of the investment fund manager.							
Street address								
Municipality	Province/State Province/State							
Country	Postal code/Zip code							
Telephone number	Website (if applicable)							
b) Type of investment	fund							
Type of investment fund tha	t most accurately identifies the issuer (select only one) .							
☐ Money market	☐ Equity ☐ Fixed income							
☐ Balanced	Alternative strategies Other (describe)							
Indicate whether one or boti	h of the following apply to the investment fund .							
☐ Invests primarily in	other investment fund issuers							
☐ Is a UCITs Fund¹								
	ve Investment of Transferable Securities funds (UCITs Funds) are investment funds regulated by the European Union (EU) re investment schemes to operate throughout the EU on a passport basis on authorization from one member state.							
c) Date of formation a	and financial year-end of the investment fund							
Date of format								
d) Reporting issuer st	YYYY MM DD MM DD atus of the investment fund							
, 1								
	orting issuer in any jurisdication of Canada? No Yes of Canada in which the investment fund is a reporting issuer.							
All	AB BC MB NB NL NT							
□ NS □	NU ON PE QC SK TT							
e) Public listing status	s of the investment fund							
If the investment fund has a	CUSIP number, provide below (first 6 digits only)							
	CUSIP number							
If the investment fund is publicly listed, provide the names of all exchanges on which its securities are listed. Include only the names of exchanges for which the issuer has applied for and received a listing, which excludes, for example, automated trading systems.								
Exchange nam	es							
f) Net asset value (NA	AV) of the investment fund							
Select the NAV range of the investment fund as of the date of the most recent NAV calculation (Canadian \$). \$\Boxed{\Pi}\$ \$0 to under \$5M \Boxed{\Pi}\$ \$5M to under \$25M \Boxed{\Pi}\$ \$25M to under \$100M								
\$100M to under \$500	DM \$500M to under \$1B \$1B or over Date of NAV calculation: YYYY MM DD							

Item 7 - Information About the Distribution If an issuer located outside of Canada completes a distribution in a jurisdiction of Canada, include in Item 7 and Schedule 1 information about purchasers resident in that jurisdiction of Canada only. Do not include in Item 7 securities issued as payment of commissions or finder's fees, which should be disclosed in Item 8. The information provided in Item 7 must reconcile with the information provided in Schedule 1 of the report. Currency Select the currency or currencies in which the distribution was made. All dollar amounts provided in the report must be in Canadian dollars. ✓ Canadian dollar US dollar ☐ Euro Other (describe) Distribution date(s) State the distribution start and end dates. If the report is being filed for securities distributed on only one distribution date, provide the distribution date as both the start and end dates. If the report is being filed for securities distributed on a continuous basis, include the start and end dates for the distribution period covered by the report. Start date End date 2018 03 2018 23 03 23 MM חח MM DD YYYYDetailed purchaser information Complete Schedule 1 of this form for each purchaser and attach the schedule to the completed report.

d) Types of securities distributed

Provide the following information for all distributions that take place in a jurisdiction of Canada on a per security basis. Refer to Part A of the Instructions for how to indicate the security code. If providing the CUSIP number, indicate the full 9-digit CUSIP number assigned to the security being distributed. The information included in item 7d must reconcile to item 7f. For examples on how to report convertible securities, see our <u>Frequently Asked Questions</u>.

					Canadian \$		
	curity ode	CUSIP number (if applicable)	Description of security	Number of securities	Single or lowest price	Highest price	Total amount
U	В	37956B101	Units consisting of one common share and one common share purchase warrant	14,951,963.00	0.3300	0.3300	4,934,147.79
С	M S	37956B101	Common shares	575,467.00	0.3300	0.3300	189,904.11

e) Details of rights and convertible/exchangeable securities

If any rights (e.g. warrants, options) were distributed, provide the exercise price and expiry date for each right. If any convertible/exchangeable securities were distributed, provide the conversion ratio and describe any other terms for each convertible/exchangeable security.

Security code																								Underlying security code			(Cana	se price adian \$)	Expiry date (YYYY- MM-DD)	Conversion ratio	Describe other items (if applicable)	
					-		Lowest	Highest																								
	W	Ν	Т	С	М	S	0.5500	0.5500	2020-03-23		14,951,963 common share purchase warrants, each exercisable at \$0.55 unitl March 23, 2020, issued																					

f) Summary of the distribution by jurisdiction and exemption

State the total dollar amount of securities distributed and the number of purchasers for each jurisdiction of Canada and foreign jurisdiction where a purchaser resides and for each exemption relied on in Canada for that distribution. However, if an issuer located outside of Canada completes a distribution in a jurisdiction of Canada, include distributions to purchasers resident in that jurisdiction of Canada only.

This table requires a separate line item for: (i) each jurisdiction where a purchaser resides, (ii) each exemption relied on in the jurisdiction where a purchaser resides, if a purchaser resides in a jurisdiction of Canada, and (iii) each exemption relied on in Canada, if a purchaser resides in a foreign jurisdiction.

For jurisdictions within Canada, state the province or territory, otherwise state the country.

Province or country	Exemption relied on	Number of purchasers	Total amount (Canadian \$)
British Columbia	British Columbia NI 45-106 2.3 [Accredited investor]		24,750.00
British Columbia	NI 45-106 2.5 [Family, friends and business associates]	1	24,915.00
Ontario	NI 45-106 2.3 [Accredited investor]	2	109,923.00
Ontario	NI 45-106 2.14 [Securities for debt]	1	89,999.91
Québec	NI 45-106 2.3 [Accredited investor]	4	191,400.00
Australia	NI 45-106 2.3 [Accredited investor]	1	4,499,999.79

Israel	NI 45-106 2.3 [Accredited investor]	1	33,000.00
Colombia	NI 45-106 2.3 [Accredited investor]	1	50,160.00
British Columbia	NI 45-106 2.14 [Securities for debt]	1	88,552.20
United States	NI 45-106 2.14 [Securities for debt]	1	11,352.00
	Total dollar amount of sec	urities distributed	5,124,051.90
	Total number of unique purchasers ²	14	

²In calculating the total number of unique purchasers to which the issuer distributed securities, count each purchaser only once, regardless of whether the issuer distributed multiple types of securities to, and relied on multiple exemptions for, that purchaser.

g) Net proceeds to the investment fund by jurisdiction

If the issuer is an investment fund, provide the net proceeds to the investment fund for each jurisdiction of Canada and foreign jurisdiction where a purchaser resides.³ If an issuer located outside of Canada completes a distribution in a jurisdiction of Canada, include net proceeds for that jurisdiction of Canada only. For jurisdictions within Canada, state the province or territory, otherwise state the country.

Province or country	Net proceeds (Canadian \$)
Total net proceeds to the investment fund	

³"Net proceeds" means the gross proceeds realized in the jurisdiction from the distributions for which the report is being filed, less the gross redemptions that occurred during the distribution period covered by the report.

h) Offering materials - This section applies only in Saskatchewan, Ontario, Québec, New Brunswick and Nova Scotia.

If a distribution has occurred in Saskatchewan, Ontario, Québec, New Brunswick or Nova Scotia, complete the table below by listing the offering materials that are required under the prospectus exemption relied on to be filed with or delivered to the securities regulatory authority or regulator in those jurisdictions.

In Ontario, if the offering materials listed in the table are required to be filed with or delivered to the Ontario Securities Commission (OSC), attach an electronic version of the offering materials that have not been previously filed with or delivered to the OSC.

Description	Date of document or other material (YYYY-MM-DD)	Previously filed with or delivered to regulator? (Y/N)	Date previously filed or delivered (YYYY-MM-DD)

rem 8 - Compensation Information							
Provide information for each person (as defined in NI 45-106) to whom the issuer directly provides, or will provide, any compensation in connection with the distribution. Complete additional copies of this page if more than one person was, or will be, compensated.							
Indicate whether any compensation was paid, or will be paid, in connection with the distribution.							
No ✓ Yes If yes, indicate number of persons compensated. 3							
a) Name of person compensated and registration status							
Indicate whether the person compensated is a registrant. No Yes							
If the person compensated is an individual, provide the name of the individual.							
Full legal name of individual							
Family name First given name Secondary given names							
If the person compensated is not an individual, provide the following information.							
Full legal name of non-individual PI Flnancial Corp.							
Firm NRD number 5 2 9 0 (if applicable)							
Indicate whether the person compensated facilitated the distribution through a funding portal or an internet-based portal. No	Yes						
b) Business contact information							
If a firm NRD number is not provided in Item 8 (a), provide the business contact information of the person being compensated.							
Street address							
Municipality Province/State							
Country Postal code/Zip code	一						
Email address Telephone number	\dashv						
c) Relationship to issuer or investment fund manager Indicate the person's relationship with the issuer or investment fund manager (select all that apply). Refer to the meaning of "connected" in Part							
B(2) of the Instructions and the meaning of "control" in section 1.4 of NI 45-106 for the purposes of completing this section.							
Connect with the issuer or investment fund manager Insider of the issuer (other than an investment fund)							
Director or officer of the investment fund or investment fund manager Employee of the issuer or investment fund manager							
✓ None of the above							
d) Compensation details							
Provide details of all compensation paid, or to be paid, to the person identified in Item 8(a) in connection with the distribution. Provide all amour Canadian dollars. Include cash commissions, securities-based compensation, gifts, discounts or other compensation. Do not report payments for services incidental to the distribution, such as clerical, printing, legal or accounting services. An issuer is not required to ask for details about, or not, internal allocation arrangements with the directors, officers or employees of a non-individual compensated by the issuer.							
Cash commissions paid 6,514.20 Security codes Security code 1 Security code 2 Security code	de 3						
Value of all securities distributed as compensation ⁴ Security codes Security code 1 Security code 2 Security code 2 Security code 2 Security code 3 Security code 3 Security code 4 Security code 5 Security code 5 Security code 6 Security code 6 Security code 7 Security code 7 Security code 7 Security code 8 Security code 8 Security code 8 Security code 9 Security code 9 Security code 9 Security code 1 Security code 9 Security code 9 Security code 1 Security code 9 Securi							
Describe terms of warrants, options or other rights 19,740 common share purchase warrants issued to PI Financial Corp., whereby each common share purchase warrant is exercisable at \$0.55 into a common share of the issuer for a period of two years from the date of issuance							
Other compensation ⁵ Describe	\neg						
Total compensation paid 6,514.20							
Check box if the person will or may receive any deferred compensation (describe the terms below)							
⁴ Provide the aggregate value of all securities distributed as compensation, <u>excluding</u> options, warrants or other rights exercisable to acquire							
additional securities of the issuer. Indicate the security codes for all securities distributed as compensation, including options, warrants or oth rights exercisable to acquire additional securities of the issuer. 5Do not include deferred compensation.	<i>ier</i>						

a) Name of person compens	sated and registration status						
Indicate whether the person co	mpensated is a registrant.	☐ No	✓ Yes				
If the person compensated is an individual, provide the name of the individual.							
Full legal name of individual							
Family name First given name Secondary given names							
If the person compensated is no	t an individual, provide the following	g information.					
Full legal name of r	non-individual Canaccord Gen	uity Corp.					
Firm	NRD number 9 0	0	(if ap	plicable)			
Indicate whether the person con	npensated facilitated the distribution	n through a funding po	ortal or an internet-ba	sed portal. V No Yes			
b) Business contact informa	tion						
If a firm NRD number is not prov	ided in Item 8 (a), provide the busin	ess contact informatio	on of the person being	compensated.			
Street address							
Municipality			Province/State				
Country		☐ ☐ Po	ostal code/Zip code				
Email address			Telephone number				
c) Relationship to issuer or i	investment fund manager						
<u> </u>	with the issuer or investment fund i	manager (select all the	at apply). Refer to the	meaning of "connected" in Part			
B(2) of the Instructions and the m	neaning of "control" in section 1.4 of	NI 45-106 for the pur	rposes of completing to	his section.			
Connect with the issuer of	or investment fund manager	lı	nsider of the issuer (o	ther than an investment fund)			
Director or officer of the in	nvestment fund or investment fund	manager E	Employee of the issue	r or investment fund manager			
✓ None of the above							
d) Compensation details							
Canadian dollars. Include cash con services incidental to the distribut	mmissions, securities-based compen	sation, gifts, discounts or accounting services.	s or other compensatio An issuer is not requi	red to ask for details about, or report			
Cash commissions paid	7,001.61		0 " 1.4				
Value of all securities distributed as compensation ⁴	1,00.10	Security codes	Security code 1 W N T	Security code 2 Security code 3			
Describe terms of warrants, options or other rights 21,217 common share purchase warrants issued to Canaccord Genuity Corp., whereby each common share purchase warrant is exercisable at \$0.55 into a common share of the issuer for a period of two years from the date of issuance							
Other compensation ⁵	Describ	e					
Total compensation paid 7,001.61							
Check box if the person will or may receive any deferred compensation (describe the terms below)							

a) Name of person com	pensated and registration status						
Indicate whether the perso	on compensated is a registrant.	✓ No	Yes				
If the person compensated is an individual, provide the name of the individual.							
Full legal name of indi	vidual						
	Family name	First given name	e Seco	ondary given names			
If the person compensated	is not an individual, provide the following i	nformation.					
Full legal name	e of non-individual Grand Rock Capit	tal Inc.					
F	Firm NRD number		(if app	olicable)			
Indicate whether the persor	n compensated facilitated the distribution t	hrough a funding portal	or an internet-bas	sed portal.	No 🔲 Yes		
b) Business contact info	ormation						
If a firm NRD number is not	provided in Item 8 (a), provide the business	contact information of	the person being c	compensated.			
Street address	PH2, 1788 West Georgia Street						
Municipality	Vancouver]	Province/State	British Columbia	a		
Country	Canada	Postal	I code/Zip code	V6G 2V7			
Email address	koishi@grandrockcapital.co	Tele	ephone number	7789976228			
	m						
c) Relationship to issue	r or investment fund manager						
	nship with the issuer or investment fund ma The meaning of "control" in section 1.4 of N				d" in Part		
	uer or investment fund manager			her than an investme	ent fund)		
	the investment fund or investment fund m		•	or investment fund r	,		
✓ None of the above			-,				
d) Compensation details	3						
	sation paid, or to be paid, to the person ide	ntified in Item 8(a) in co	nnection with the	distribution. Provide	all amounts in		
Canadian dollars. Include cas	sh commissions, securities-based compensa	tion, gifts, discounts or c	other compensation	n. Do not report payn	nents for		
	ribution, such as clerical, printing, legal or c gements with the directors, officers or emplo				bout, or report		
Cash commissions p	aid 277.853.64						
Value of all securiti		Security codes	Security code 1	Security code 2	Security code 3		
distributed compensation	as 92,424.15		WNNT				
Describe	terms of warrants, options or other rights	303,030 units issue					
		unit consisted of or purchase warrant.					
purchase warrant. Each warrant is exercisable at \$0.55 into a common share of the issuer for a period of two years from date of issuance.							
Other compensation	on ⁵ Describe						
Total compensation pa	370,277.79						
Check box if the pe	erson will or may receive any deferred cor	npensation (describe th	e terms below)				
additional securities of the is	ue of all securities distributed as compensations. Indicate the security codes for all see additional securities of the issuer.						
טט ווטג וווכועטפ טפופוופס col	трепзации.						

ГЕМ	9 - DIRECTORS, EXECUTIV	VE OFFICERS A	AND PROMO	TERS OF THE IS	SSUER					
If the issuer is an investment fund, do not complete Item 9. Procced to Item 10.										
Indicate whether the issuer is any of the following (select all that apply).										
[Reporting issuer in any jurisdiction of Canada									
	Foreign public issuer									
	☐ Wholly owned subsidiary of a reporting issuer in any jurisdiction of Canada ⁶									
	Provide name of reporting issuer									
	Wholly owned subsidiary of a foreign public issuer ⁶									
	Provide name of foreign public issuer									
Issuer distributing eligible foreign securities only to permitted clients ⁷										
If the issuer is at least one of the above, do not complete Item 9(a) – (c). Proceed to Item 10. 6An issuer is a wholly owned subsidiary of a reporting issuer or a foreign public issuer if all of the issuer's outstanding voting securities, other than securities that are required by law to be owned by its directors, are beneficially owned by the reporting issuer or the foreign public issuer, respectively. 7 Check this box if it applies to the current distribution even if the issuer made previous distributions of other types of securities to non-permitted clients. Refer to the definitions of "eligible foreign security" and "permitted client" in Part B(1) of the Instructions. 1 If the issuer is none of the above, check this box and complete Item 9(a) - (c).										
a)	Directors, executive officers a		-							
Provide the following information for each director, executive officer and promoter of the issuer. For locations within Canada, state the province or territory; otherwise state the country. For "Relationship to issuer", "D" – Director, "O" – Executive Officer, "P" – Promoter.										
	Organization or company name	Family name	First given name	Secondary give	Business location of non-individual or residentail jurisdiction of individual		Relationship to issuer (select all that apply)		that	
					Province o	r country	D	0	Р	
b)	Promoter information									
If the promoter listed above is not an individual, provide the following information for each director and executive officer of the promoter. For locations within Canada, state the province or territory; otherwise state the country. For "Relationship to promoter", "D" – Director, "O" – Executive Officer.										
	Organization or company name	Family name	First given name	Secondary given names	Residential jurisdiction of individual	Relationship to promoter (select one or both if applical				
					Province or country	D		C)	
c)	Residential address of each in	ndividual								

Complete Schedule 2 of this form providing the full residential address for each individual listed in Item 9(a) and (b) and attach to the completed report. Schedule 2 also requires information to be provided about control persons.

ITEM 10 - CERTIFICATION

Provide the following certification and business contact information of an officer or director of the issuer or underwriter. If the issuer or underwriter is not a company, an individual who performs functions similar to that of a director or officer may certify the report. For example, if the issuer is a trust, the report may be certified by the issuer's trustee. If the issuer is an investment fund, a director or officer of the investment fund manager (or, if the investment fund manager is not a company, an individual who performs similar functions) may certify the report if the director or officer has been authorized to do so by the investment fund.

The certification may not be delegated to an agent or other individual preparing the report on behalf of the issuer or underwriter. If the individual completing and filing the report is different from the individual certifying the report, provide their name and contact details in Item 11.

The signature on the report must be in typed form rather than handwritten form. The report may include an electronic signature provided the name of the signatory is also in typed form.

IT IS AN OFFENCE TO MAKE A MISREPRESENTATION IN THIS REPORT

By completing the information below, I certify to the securities regulatory authority or regulator that:

- I have read and understand this report; and
- all of the information provided in this report is true.

Full legal name	Maara	Duadlass					
Full legal flame	Moore	Bradley					
	Family name	First given name		Secondary give	en names		
Title	Chief Executive Officer, Direct	or					
Name of issuer/underwriter/ investment fund manager	Global Cannabis Applications Corp.						
Telephone number	5145619091	Email address	info@can	fo@cannappscorp.com			
Signature	/s/ Bradley Moore	Date	2018	04	02		
		_	YYYY	MM	DD		

ITEM 11- CONTACT	Person							
Provide the following business contact information for the individual that the securities regulatory authority or regulator may contact with any questions regarding the contents of this report, if different than the individual certifying the report in Item 10.								
Same as individual certifying the report								
Full legal name	Francis	Janet		Title Director				
	Family name	First given name	Secondary given names					
Name of company	ARO Consulting Inc.							
Talanhana numbar	0044007050		mail address itropoio	® a reason as obtine as a se				

Notice - Collection and use of personal information

The personal information required under this form is collected on behalf of and used by the securities regulatory authority or regulator under the authority granted in securities legislation for the purposes of the administration and enforcement of the securities legislation.

If you have any questions about the collection and use of this information, contact the securities regulatory authority or regulator in the local jurisdiction(s) where the report is filed, at the address(es) listed at the end of this form.

The attached Schedules 1 and 2 may contain personal information of individuals and details of the distribution(s). The information in Schedules 1 and 2 will not be placed on the public file of any securities regulatory authority or regulator. However, freedom of information legislation may require the securities regulatory authority or regulator to make this information available if requested.

By signing this report, the issuer/underwriter confirms that each individual listed in Schedule 1 or 2 of the report who is resident in a jurisdiction of Canada:

- has been notified by the issuer/underwriter of the delivery to the securities regulatory authority or regulator of the information pertaining to the individual as set out in Schedules 1 or 2, that this information is being collected by the securities regulatory authority or regulator under the authority granted in securities legislation, that this information is being collected for the purposes of the administration and enforcement of the securities legislation of the local jurisdiction, and of the title, business address and business telephone number of the public official in the local jurisdiction, as set out in this form, who can answer questions about the security regulatory authority's or regulator's indirect collection of the information, and
- b) has authorized the indirect collection of the information by the securities regulatory authority or regulator.