

PRESS RELEASE

This press release is issued pursuant to National Instrument 62-104 – *Take-Over Bids and Issuer Bids* and National Instrument 62-103 – *The Early Warning System and Related Take-Over Bid and Insider Reporting Issues*.

Somerville, Massachusetts – July 22, 2021 – On July 15, 2021, Alex Sharp, c/o Suite 530, 355 Burrard Street, Vancouver, British Columbia acquired through a private transaction, for accounts over which he exercises control or direction, an aggregate of 5,000,000 warrants (3,000,000 warrants with an exercise price of \$0.25 and an expiry date of November 1, 2021 and 2,000,000 warrants with an exercise price of \$0.30 and an expiry date of August 2, 2021) (the “Acquired Warrants”) entitling the purchase of 5,000,000 common shares of POSaBIT Systems Corporation (the “Issuer”) of 11195 124th Avenue NE, Kirkland, Washington USA 98034, at an average purchase price of US\$0.085 per Acquired Warrant.

Immediately before the acquisition of the Acquired Warrants that triggered the requirement to file this news release, Mr. Sharp owned and exercised control or direction over an aggregate 7,121,146 common shares in the capital of the Issuer representing approximately 6.19% of the Issuer’s then issued and outstanding common shares and Mr. Sharp also owned and exercised control or direction over an aggregate 600,063 warrants entitling the purchase of an aggregate 600,063 common shares of the Issuer; or, assuming exercise of the warrants, he owned and exercised control or direction over a total of 7,721,209 common shares or approximately 6.68% of the Issuer’s common shares on a post-conversion beneficial ownership basis.

Immediately after the acquisition of the Acquired Warrants that triggered the requirement to file this news release, Mr. Sharp owned and exercised control or direction over an aggregate 7,121,146 common shares in the capital of the Issuer representing approximately 6.19% of the Issuer’s issued and outstanding common shares and Mr. Sharp owned and exercised control or direction over an aggregate of 5,600,063 warrants entitling the purchase of an aggregate 5,600,063 common shares in the capital of the Issuer; or assuming exercise of the warrants Mr. Sharp owns and exercises control or direction over a total of 12,721,209 common shares of the Issuer or approximately 10.55% on a post-conversion beneficial ownership basis.

As at the date of this news release, Mr. Sharp owns and exercises control or direction over an aggregate 7,481,146 common shares in the capital of the Issuer representing approximately 6.51% of the Issuer’s issued and outstanding common shares and Mr. Sharp owns and exercises control or direction over an aggregate of 5,600,063 warrants entitling the purchase of an aggregate 5,600,063 common shares in the capital of the Issuer or assuming exercise of the warrants, Mr. Sharp owns and exercises control or direction over a total of 13,081,209 common shares of the Issuer or approximately 10.85% on a post-conversion beneficial ownership basis.

The Acquired Warrants were acquired pursuant to private transactions at an average purchase price per Acquired Warrant of US\$0.085 for total cash consideration of US\$425,000. The securities of the Issuer owned by or over which Mr. Sharp exercises direction or control, were acquired for investment purposes and Mr. Sharp will evaluate the investment in the Issuer and

will increase or decrease the investment by future acquisitions or dispositions of securities of the Issuer at his discretion, as circumstances warrant.

As of the date of this release and except as otherwise disclosed in this release, Mr. Sharp has no immediate future intention to acquire or dispose of additional securities of the Issuer. Mr. Sharp may, in the future and at his discretion, exercise warrants that he owns and, thus, acquire additional common shares in the capital of the Issuer.

A report in this regard will be electronically filed with the securities regulator in each province where the Issuer is reporting and will be available for viewing through the Internet at the Canadian System for Electronic Document Analysis and Retrieval (SEDAR) at www.sedar.com. To obtain a copy of the report telephone (604) 605-4295.

"Alex Sharp"

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