

FORM 51-102F3

MATERIAL CHANGE REPORT

Item 1 Name and Address of Company

Draganfly Inc. (“**Draganfly**” or the “**Company**”)
2108 St. George Avenue
Saskatoon, Saskatchewan S7M 0K7

Item 2 Date of Material Change

March 25, 2020

Item 3 News Release

A news release dated March 26, 2020 was disseminated to the Canadian Securities Exchange and through various other approved public media and filed on SEDAR with applicable securities commissions.

Item 4 Summary of Material Change(s)

On March 26, 2020, the Company announced that it had been selected as the exclusive global systems integrator for a project (the “**Vital Intelligence Project**”) with Vital Intelligence Inc., a healthcare data services & deep learning company in conjunction with the University of South Australia, using technology developed with help from the Australian Department of Defence Science and Technology Group (the “**DST**”).

Item 5 Full Description of Material Change

5.1 Full Description of Material Change

On March 26, 2020, the Company announced that it had been selected as the exclusive global systems integrator for the Vital Intelligence Project with Vital Intelligence Inc., a healthcare data services & deep learning company in conjunction with the University of South Australia, using technology developed with help from the DST.

The Vital Intelligence Project is a health and respiratory monitoring platform involving utilizing new and existing camera networks as well as UAVs and RPAS being immediately commercialized for health monitoring and detection of infectious and respiratory conditions including monitoring temperatures, heart and respiratory rates, amongst crowds, workforces, airlines, cruise ships, potential at-risk groups, i.e., seniors in care facilities, convention centers, border crossings or critical infrastructure facilities. The breakthrough technology was developed in a collaboration between the University of South Australia and the DST.

Draganfly, in being selected as the exclusive integration partner on March 25, 2020, executed a binding agreement which has an initial budget of up to \$1.5M to utilize its engineering, integration and distribution expertise as well as its secure supply chain for immediate commercialization and deployment of the technology.

5.2 Disclosure for Restructuring Transactions

Not applicable.

Item 6 Reliance on subsection 7.1(2) of National Instrument 51-102

Not applicable.

Item 7 Omitted Information

Not applicable.

Item 8 Executive Officer

Paul Sun, Chief Financial Officer & Corporate Secretary
Tel: 1.800.979.9794

Item 9 Date of Report

April 6, 2020