

## FORM 7

### **MONTHLY PROGRESS REPORT**

Name of Listed Issuer: RDARS Inc. (the "Issuer").

Trading Symbol: RDRS

Number of Outstanding Listed Securities: **354,425,745 shares**

Date: June 8, 2023

This Monthly Progress Report must be posted before the opening of trading on the fifth trading day of each month. This report is not intended to replace the Issuer's obligation to separately report material information forthwith upon the information becoming known to management or to post the forms required by Exchange Policies. If material information became known and was reported during the preceding month to which this report relates, this report should refer to the material information, the news release date and the posting date on the Exchange website.

This report is intended to keep investors and the market informed of the Issuer's ongoing business and management activities that occurred during the preceding month. Do not discuss goals or future plans unless they have crystallized to the point that they are "material information" as defined in the Policies. The discussion in this report must be factual, balanced and non-promotional.

#### **General Instructions**

- (a) Prepare this Monthly Progress Report using the format set out below. The sequence of questions must not be altered nor should questions be omitted or left unanswered. The answers to the items must be in narrative form. State when the answer to any item is negative or not applicable to the Issuer. The title to each item must precede the answer.
- (b) The term "Issuer" includes the Issuer and any of its subsidiaries.
- (c) Terms used and not defined in this form are defined or interpreted in Policy 1 – Interpretation and General Provisions.

#### **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.

#### **Interim Financial Statements**

On May 1, 2023, the Issuer filed its interim financial statements, management discussion and analysis and ancillary documents for the period ended February 28, 2023, and 2022

on SEDAR in compliance with National Instrument 51-102 – *Continuous Disclosure Obligations*.

### **Non-Brokered Debenture Financing**

The Issuer closed a non-brokered private placement (the “Financing”) of unsecured convertible debenture (“Debenture”) for aggregate proceeds to the Issuer of \$513,520. The Debentures sold in the Financing carry a principal amount of \$641,900 including an original issuance discount, will not bear interest, and mature on May 4, 2024. Holders of the Debentures will be entitled to convert the Debentures at any time following the Consolidation (as defined below) at a deemed price of \$0.30 per post-Consolidation common share.

The Issuer intends to use the proceeds from the Financing towards debt repayment and general working capital. All securities issued or issuable pursuant to the Financing are subject to a statutory hold period of four months plus one day from the date of issuance, in accordance with applicable securities legislation.

### **Intention to Consolidate its Share Capital**

The Issuer approved a consolidation (the “Share Consolidation”) of the Issuer’s share capital on a twenty-for-one basis. The Share Consolidation was approved at the Issuer’s annual and special meeting of shareholders held on May 31, 2023. The Issuer will begin trading on a post-consolidation basis on June 6, 2023, at the commencement of trading on the Canadian Securities Exchange (“CSE”). The Share Consolidation will reduce the number of issued and outstanding common shares (“Common Shares”) from 354,425,745 Common Shares to approximately 17,721,287 Common Shares.

A letter of transmittal will be sent by mail to registered shareholders advising them that the Share Consolidation has taken effect. The letter of transmittal will contain instructions on how registered shareholders can exchange their share certificates or Direct Registration System (“DRS”) statements evidencing their pre-consolidation Common Shares for new share certificates or new DRS statements representing the number of post-consolidation Common Shares to which they are entitled.

The exercise or conversion price and the number of Common Shares issuable under any of the Issuer’s outstanding warrants and stock options will be proportionately adjusted to reflect the Share Consolidation in accordance with the respective terms thereof. The Issuer will provide further details regarding the Share Consolidation as soon as they become available. Completion of the Share Consolidation remains subject to the approval of the CSE.

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

**See item 1 above.**

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.

**Not applicable.**

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.

**Not applicable.**

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

**Not applicable.**

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.

**Not applicable.**

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

**Not applicable.**

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.

Security	Number Issued	Details of Issuance	Use of Proceeds <sup>(1)</sup>
Not applicable.			

*(1) State aggregate proceeds and intended allocation of proceeds.*

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 market(s) or political/regulatory trends.

**Not applicable.**

## 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 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: June 8<sup>th</sup>, 2023

Charles Zwebner  
Name of Director or Senior  
Officer  
  
"Charles Zwebner"  
Signature  
Chief Executive Officer  
Official Capacity

<b>Issuer Details</b> Name of Issuer  RDARS Inc.	For Month End May 31, 2023	Date of Report YY/MM/D 23/06/08
Issuer Address  2 Covington Road, Suite 507		
City/Province/Postal Code North York, ON M6A 3E2	Issuer Fax No. (N/A)	Issuer Telephone No. (786 ) 564-5602
Contact Name Charles Zwebner	Contact Position CEO	Contact Telephone No. (786 ) 564-5602
Contact Email Address Charles.zwebner@rdars.com	Web Site Address <a href="https://rdars.com/">https://rdars.com/</a>	