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Certain information contained herein and certain oral statements made are forward-looking and relate to the POSaBIT business strategy, product development, timing of product development, events and courses of action. Statements which are not purely historical are forward-looking statements and include any information regarding beliefs, plans, outlook, expectations or intentions regarding the future including words or phrases such as “anticipate,” “objective,” “may,” “will,” “might,” “should,” “would,” “can,” “intend,” “expect,” “believe,” “estimate,” “predict,” “poise,” “plan,” “is designed to” or similar expressions suggest future outcomes or the negative thereof or similar variations. Forward-looking statements may include, among other things, statements about: our expectations regarding our expenses, sales and operations; our future customer concentration; our anticipated cash needs and our estimates regarding our capital requirements and our need for additional financing; our ability to anticipate the future needs of our customers; our plans for future products and enhancements of existing products; our future growth strategy and growth rate; our future intellectual property, and anticipated trends and challenges in the markets in which we operate. Such statements and information are based on numerous assumptions including but not limited to assumptions regarding our current and future business strategies and the environment in which POSaBIT will operate in the future, including the demand for our products, anticipated costs and ability to achieve goals. Although we believe that the assumptions underlying these statements are reasonable, they may prove to be incorrect. Given these risks, uncertainties and assumptions, you should not unduly rely on these forward-looking statements.

Forward-looking statements are subject to known and unknown risks, uncertainties and other important factors that may cause the actual results to be materially different from those expressed or implied by such forward-looking statements, including but not limited to, business, economic and market conditions; the ability to manage our operating expenses, which may adversely affect our financial condition; our ability to remain competitive as other better financed competitors develop and release competitive products; regulatory uncertainties; market conditions and the demand and pricing for our products; our relationships with our customers, distributors and business partners; our ability to successfully define, design and release new products in a timely manner that meet our customers’ needs; our ability to attract, retain and motivate qualified personnel; competition in our industry; our ability to maintain technological leadership; our ability to manage risks inherent in foreign operations; the impact of technology changes on our products and industry; our failure to develop new and innovative products; our ability to successfully maintain and enforce our intellectual property rights and defend third-party claims of infringement of their intellectual property rights; the impact of intellectual property litigation that could materially and adversely affect our business; our ability to manage working capital; and our dependence on key personnel. POSaBIT is an early stage company with a short operating history; it may not achieve profitability; and it may not achieve its plans, projections, or expectations.

Important factors that could cause actual results to differ materially from POSaBIT’s expectations include: consumer sentiment towards POSaBIT’s products and blockchain/cryptocurrency exchange technology generally, litigation, global economic climate, loss of key employees and consultants, additional funding requirements, changes in laws, technology failures, competition, and failure of counterparties to perform their contractual obligations.

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IN MAKING AN INVESTMENT DECISION, INVESTORS MUST RELY ON THEIR OWN EXAMINATION OF POSaBIT AND THE TERMS OF ANY OFFERING, INCLUDING THE MERITS AND RISKS INVOLVED. THE SECURITIES HAVE NOT BEEN APPROVED OR DISAPPROVED BY THE SECURITIES AND EXCHANGE COMMISSION OR BY ANY STATE SECURITIES COMMISSION OR REGULATORY AUTHORITY, NOR HAVE ANY OF THE SECURITIES HEREIN BEEN OFFERED OR SOLD UNDER REGISTRATION OR QUALIFICATION THEREOF IN ANY STATE UNDER THE SECURITIES ACT OF 1933 OR THE SECURITIES LAWS OF ANY STATE IN THE UNITED STATES OR UNDER ANY OPPORTUNITY OR PLAN NOT SUBJECT TO REGISTRATION. ANY OFFER TO SELL THE SECURITIES HEREIN OR THE ACCEPTANCE OF ANY OFFER OR PURCHASE OR SUBSCRIPTION FOR THE SECURITIES HEREIN MAY BE MADE ONLY UPON THE PRESENTATION TO THE PURCHASER OF A CERTIFICATE COMPLYING WITH THE REQUIREMENTS OF THE SECURITIES ACT OF 1933 AND THE SECURITIES LAWS OF THE APPLICABLE STATE.

Resale Restrictions

The securities are being offered on a private placement basis in reliance upon prospectus exemptions under applicable securities legislation. Resale of the securities offered will be subject to restrictions under applicable securities legislation.
We are an innovative financial technology company that offers solutions to retailers and dispensaries in the cannabis industry. In addition to our highly profitable, diverse, compliant, and secure payment processing options, we offer an industry-best point of sale system, customized to the specific needs of retailers and dispensaries.

INDUSTRY FOCUS

CANNABIS

2020 FORECASTS*

$145M+ Gross Transactional Sales
$8M+ Revenue

ACTIVE IN STATES 10
CSE PBIT
SHARES OUTSTANDING ~83M

EXCLUSIVE OF WARRANTS (~6.2M) & OPTIONS (~12.8M), FULLY DILUTED
MANAGEMENT & BOARD OWN 37% OF OUTSTANDING SHARES

*Information as of August 13, 2020 in USD
The POSaBIT Management Team

At POSaBIT, we have a superior management team with significant experience in the technology field

Ryan Hamlin  
CEO / Co-Founder

Nearly three decades of software development and management experience

Former Executive at Microsoft

Founded Placefull in 2011 and serves as Chairman of the Board

Stephen Gledhill  
CFO / Corporate Secretary

Over two decades of financial control experience, acting as CFO and Corporate Secretary for multiple publicly-traded companies

Founding member of Keshill Consulting Associates

Jon Baugher  
CRO / Co-Founder

Nearly three decades of software and technology sales experience

Former VP, Sales at Placefull

Has extensive senior sales leadership experience on a national and global scale

Andy Sweet  
CTO

Brings over two decades of software start-up experience with a proven history of technical leadership

Founded Diamondsoft and was an executive at Shop & Support
The POSaBIT Board of Directors and Advisor

Our board combines their collective cross-industry experience to enhance and support the POSaBIT vision

Jeff Dossett
Chairman / Director
EVP, Sales and Marketing at Impinj
Previously, COO at Porch.com and CRO at Good Worldwide and Demand Media.

Mike Apker
Director
Former CEO of Oberon Financial Technology, Former COO and Exec VP at Envestnet, 20 years at Hewlett-Packer and Silicon Graphics.

Bruce Jaffe
Board Advisor
Former Corporate Vice President of Corporate Development at Microsoft
CEO of Donuts.com. President of Three Point Investment Group, LLC.

Ryan Hamlin
CEO / Co-Founder / Director

Jon Baugher
CRO / Co-Founder / Director
The POSaBIT Story

- **NOV 2015**: POSaBIT Founded
- **2016**: Began Building First Fully-Compliant, Non-Cash Payment Solution for Cannabis
- **2017**: Launched Debit and Credit Payment Solution in Washington State and Colorado

CSE:PBIT 6
The POSaBIT Story

2018


2019

CSE:PBIT

Launched Industry’s First Fully-Mobile Point of Sale, Expanding Payments and Point of Sale into 10 New States

Company Goes Public (CSE:PBIT), Point of Sale Expanded into 4 New States, Payments Expanded into 6 New States

2020

CSE:PBIT
POSaBIT Overview

- Estd. Nov 2015
- Public April 2019

PAYMENTS
- Business started in November 2015 focused on payments.
- 10+ States / 150+ Merchants
- Processed $54M in 2019 (vs. $22M in 2018)
- Revenues nearly doubled in 2019
- Integration with multiple POS providers
- Consumer Fees and Merchant Fees (revenue)

POINT OF SALE
- Launched in late 2018
- 8+ States / 50+ Merchants
- SaaS Revenue based ($199 per terminal)
- Represents 20% of overall revenues
- Fully integrated with payments

ADD ON FEATURES
- SMS/MMS Advanced Marketing ($299 month)
- Online Order and Delivery ($99 month)
- Loyalty ($99 month)
Revenue History

Significant Revenue Growth (USD)

Payments
- $ Convenience Fees
- $ Transaction Fees
- $ Hardware & Setup Fees

Point of Sale
- $ Subscription Fees
- $ Hardware & Setup Fees

Add On Features
- $ Advertising & Marketing
- $ Advanced Reporting

Total Gross Transactional Sales

Revenue History

Total Gross Transactional Sales
Market Opportunity

$ U.S. retail marijuana sales on pace to rise 40% in 2020, near $37 billion by 2024

$ Demand continuing to increase
## Cannabis Point of Sale Comparables

<table>
<thead>
<tr>
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</thead>
<tbody>
<tr>
<td>$8.75 M 1.56 ☑ ☑ ☑</td>
<td>$10.13 M 1.91 ☑ - -</td>
<td>$7.7 M 9.24 ☑ - -</td>
<td>$108.35 M 3.82 ☑ - -</td>
</tr>
<tr>
<td>Payments and point-of-sale solution for high growth retail cannabis market</td>
<td>SingleSeed - an online business portal.</td>
<td>IgnitePro™ - a global track-and-trace software. StrainSecure™ tech as a platform for asset tracking</td>
<td>Cloud-based, seed-to-sale, cannabis compliance software for marijuana businesses including retail, delivery, wholesale, cultivation, and manufacturing</td>
</tr>
</tbody>
</table>

*All Market Cap Information is in Canadian Dollars as of August 13, 2020, 2020
**One USD=1.32 CAD
Our Strategy
For Success

**LEAD with PAYMENTS**

This company was founded in order to solve the cash-only nature of the industry. With that in mind, we provide multiple payment methods: Debit, Credit, Cashless ATM, ACH. Focus on rapid expansion into any and all viable states, taking advantage of high margins and limited in-market solutions.

**FULLY MOBILE**

Mobile is the future, in the cannabis industry and beyond. We were the first to offer mobile payments for cannabis and now are the first to provide a fully-mobile point of sale.

**MIGRATE TO POINT OF SALE**

Build and launch the next generation of Point of Sale solutions for the cannabis industry. Focus on ease-of-use, support, and cost-reduction for merchants. Fully-integrated with our payment solutions.

**CORE-BUILDING AND PARTNERSHIPS**

Our product vision is simple: build out our core offerings and focus on partnerships to fill in the gaps. Never compromise on customer support and ensure any and all partnerships are made with this in mind.
Our Expansion into the Market

POSaBIT’s solutions are currently used in:


States Where POSaBIT Currently Operates

Target States for POSaBIT Expansion

No Current Expansion Plans
## 2020 Milestones by Quarter

<table>
<thead>
<tr>
<th>Q1</th>
<th>Q2</th>
<th>Q3</th>
<th>Q4</th>
</tr>
</thead>
<tbody>
<tr>
<td>![Checkmark] Launched curbside payment (to combat Covid-19)</td>
<td>![Checkmark] Launched in 2 new states (Alaska/Maine)</td>
<td>![Checkmark] First Full Quarter of Profitability</td>
<td>![Not Checkmark] Pass the $100M+ mark in processing payments</td>
</tr>
<tr>
<td>![Checkmark] Integrated with key online delivery services for online orders</td>
<td>![Checkmark] Grew processing volume nearly 50% quarter over quarter</td>
<td>![Not Checkmark] Launched new POSaBIT Pocket Point of Sale</td>
<td>![Not Checkmark] Expand into 3 new states/markets</td>
</tr>
<tr>
<td>![Checkmark] Launched newly enhanced reporting system for the Point of Sale</td>
<td>![Checkmark] Released enhanced SMS/MMS capabilities</td>
<td>![Not Checkmark] New integrated ACH online payments</td>
<td>![Not Checkmark] Complete first full year of profitability</td>
</tr>
<tr>
<td>![Checkmark] Released enhanced SMS/MMS capabilities</td>
<td>![Not Checkmark] New integrated ACH online payments</td>
<td></td>
<td></td>
</tr>
<tr>
<td>![Not Checkmark] Launch new QB OTC Symbol for US investors</td>
<td></td>
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</tr>
</tbody>
</table>

**Q1**
- Launched curbside payment (to combat Covid-19)
- Released enhanced SMS/MMS capabilities

**Q2**
- Launched in 2 new states (Alaska/Maine)
- Grew processing volume nearly 50% quarter over quarter

**Q3**
- First Full Quarter of Profitability

**Q4**
- Pass the $100M+ mark in processing payments
- Expand into 3 new states/markets
- Complete first full year of profitability
- Launch new QB OTC Symbol for US investors
# Share Metrics

**Capital Structure**

<table>
<thead>
<tr>
<th>Description</th>
<th>Value</th>
</tr>
</thead>
<tbody>
<tr>
<td>Canadian Stock Exchange (CSE – Primary)</td>
<td>CSE</td>
</tr>
<tr>
<td>Share Price</td>
<td>C$0.09</td>
</tr>
<tr>
<td>52-Week Price Range</td>
<td>C$0.01 - $0.175</td>
</tr>
<tr>
<td>Market Cap</td>
<td>~C$8.75m</td>
</tr>
<tr>
<td>Shares Outstanding (Basic)</td>
<td>83,050,183</td>
</tr>
<tr>
<td>Warrants*</td>
<td>6,228,697</td>
</tr>
<tr>
<td>Options*</td>
<td>12,790,494</td>
</tr>
<tr>
<td>Fully Diluted Shares</td>
<td>102,069,374</td>
</tr>
<tr>
<td>Board, Management &amp; Associates Ownership</td>
<td>37%</td>
</tr>
</tbody>
</table>

*All Information as of August 13, 2020 in CAD

*See financial statements on [www.sedar.com](http://www.sedar.com) for price & expiry

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**52-Week Price Chart**

- During the first quarter in 2020, POSaBIT experienced increased revenues of over 5% compared to the first quarter of last year.
- Sales have increased at a rapid pace and PBIT expects to meet its prior 2020 forecast guidance of over $8M in revenue and over $145M in transactional sales.
PURCHASERS' STATUTORY RIGHTS OF ACTION

In certain circumstances, purchasers resident in certain provinces of Canada are provided with a remedy for rescission or damages, or both, in addition to any other right they may have at law, where an offering memorandum (such as this presentation) and any amendment to it contains a misrepresentation. “Misrepresentation” means an untrue statement of a material fact or an omission to state a material fact that is required to be stated or that is necessary to make any statement not misleading in light of the circumstances in which it was made. These remedies, or notice with respect to these remedies, must be exercised or delivered, as the case may be, by the purchaser within the time limits prescribed by applicable securities legislation.

The following summary is subject to the express provisions of applicable securities laws, regulations and rules, and reference is made thereto for the complete text of such provisions. Such provisions may contain limitations and statutory defences not described here on which POSaBIT and other applicable parties may rely. Purchasers should refer to the applicable provisions of the securities legislation of their province for the particulars of these rights or consult with a legal adviser.

The following is a summary of rights of rescission or damages, or both, available to purchasers resident in the province of Ontario, New Brunswick, Nova Scotia and Saskatchewan. If there is a misrepresentation herein and you are a purchaser under securities legislation in Ontario, New Brunswick, Nova Scotia and Saskatchewan you have, without regard to whether you relied upon the misrepresentation, a statutory right of action for damages, or while still the owner of the securities, for rescission against POSaBIT. This statutory right of action is subject to the following: (a) if you elect to exercise the right of action for rescission, you will have no right of action for damages against POSaBIT; (b) except with respect to purchasers resident in Nova Scotia, no action shall be commenced to enforce a right of action for rescission after 180 days from the date of the transaction that gave rise to the cause of action; (c) no action shall be commenced to enforce a right of action for damages after the earlier of (i) 180 days (with respect to purchasers resident in Ontario) or one year (with respect to purchasers resident in Saskatchewan and New Brunswick) after you first had knowledge of the facts giving rise to the cause of action and (ii) three years (with respect to purchasers resident in Ontario) or six years (with respect to purchasers resident in Saskatchewan and New Brunswick) after the date of the transaction that gave rise to the cause of action; (d) with respect to purchasers resident in Nova Scotia, no action shall be commenced to enforce a right of action for rescission or damages after 120 days from the date on which payment for the securities was made by you; (e) POSaBIT will not be liable if it proves that you purchased the securities with knowledge of the misrepresentation; (f) in the case of an action for damages, POSaBIT will not be liable for all or any portion of the damages that it proves do not represent the depreciation in value of the securities as a result of the misrepresentations; and (g) in no case will the amount recoverable in such action exceed the price at which the securities were sold to you. The foregoing is a summary only and is subject to the express provisions of the Securities Act (Ontario), the Securities Act (New Brunswick), the Securities Act (Nova Scotia) and the Securities Act (Saskatchewan), and the rules, regulations and other instruments thereunder, and reference is made to the complete text of such provisions contained therein. Such provisions may contain limitations and statutory defences on which POSaBIT may rely.

Notwithstanding that the Securities Act (British Columbia), the Securities Act (Alberta), and the Securities Act (Québec) do not provide, or require POSaBIT to provide, to purchasers resident in these jurisdictions any rights of action in circumstances where this presentation or an amendment hereto contains a misrepresentation, POSaBIT hereby grants to such purchasers contractual rights of action that are equivalent to the statutory rights of action set forth above with respect to purchasers resident in Ontario.

In Manitoba, the Securities Act (Manitoba), in Newfoundland and Labrador the Securities Act (Newfoundland and Labrador), in Prince Edward Island the Securities Act (PEI), in Yukon, the Securities Act (Yukon), in Nunavut, the Securities Act (Nunavut) and in the Northwest Territories, the Securities Act (Northwest Territories) provide a statutory right of action for damages or rescission to purchasers resident in Manitoba, Newfoundland, PEI, Yukon, Nunavut and Northwest Territories respectively, in circumstances where this presentation or an amendment hereto contains a misrepresentation, which rights are similar, but not identical, to the rights available to Ontario purchasers. The statutory right of action described above is in addition to and without derogation from any other right or remedy at law.
POSaBIT Systems Corporation

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