



SHARE CONSOLIDATION Q&A

1.Q. If the number of Draganfly Inc. Common Shares in my online broker account decreases significantly, what has happened?

- A. The board of directors of Draganfly Inc. (“Draganfly” or the “Company”) authorized a consolidation of the Company’s issued and outstanding common shares (“Common Shares”) on the basis of one (1) post-consolidated Common Share for every twenty five (25) pre-consolidated Common Shares (the “Consolidation”). The Consolidation will reduce the number of Common Shares of the Company by a factor of 25 on or around September 3, 2024.

As an example, a shareholder that held 100,000 Common Shares would hold 4,000 Common Shares after the Consolidation.

2.Q. I held 1,755 Common Shares of Draganfly in my investment account prior to the Consolidation. With a 25:1 consolidation ratio, will there be 70.2 Common Shares in my investment account or another number?

- A. Consistent with the terms of the Consolidation as described in the news release dated August 23, 2024, no fractional Common Shares will be issued in connection with the Consolidation and any fractional shares that would otherwise have been issued will be rounded up to the nearest whole number. Accordingly, your Common Shares held will be rounded up to 71.

The exercise price and/or conversion price and number of Common Shares issuable under any of the Company’s outstanding convertible securities will also be proportionately adjusted in connection with the Consolidation.

3.Q. How will the Consolidation impact share price?

- A. On August 23, 2024, Draganfly announced the 25:1 Consolidation with an effective date of September 3, 2024. It is currently anticipated that the Common Shares will begin trading on a post-Consolidation basis at market open on September 3, 2024. As a result, there will be 1/25th the number of Common Shares trading on September 3, 2024 in comparison to the number of Common Shares that trading on September 2, 2024. Also, the price per Common Share will increase effective as of market open on September 3, 2024 as a result of the decrease in the number of Common Shares outstanding and trading.

For example, if the Common Shares were to close at \$0.30 on September 2, 2024 and a shareholder held 100,000 Common Shares on that day, those Common Shares would be worth \$30,000 in the aggregate. On September 3, 2024, following the Consolidation, that shareholder would have 4,000 Common Shares (100,000 / 25). However, these Common Shares would have a value of CAD \$7.50 each following the Consolidation ($\$0.30 \times 25$). Accordingly, the aggregate value held by the shareholder would remain unchanged at \$30,000 ($4,000 \times \7.50).

4.Q. Why has Draganfly decided to execute the Consolidation?

- A. The Consolidation is being executed primarily in an effort to maintain compliance with the Nasdaq minimum bid price requirement so that Draganfly will be in compliance with listing requirements of the Nasdaq on which the Company’s Common Shares are traded.