

**FORM 7**  
**MONTHLY PROGRESS REPORT**

Name of CNSX Issuer: **Aylen Capital Inc. (the “Issuer” or the “Company”)**

Trading Symbol: **AYL**

Number of Outstanding Listed Securities: **16,856,532 common shares**

Date: **For the month of March, 2017**

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 the CNSX 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 CNSX.ca 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 CNSX 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.

## **Overview and Discussion of Business and Operations**

The Company's business consists of (i) carrying on the business of Grapevine Solutions, which is operated as a division of the Company and which provides web-based survey and data collection software to third parties, (ii) managing its portfolio of marketable securities and (iii) owning a 12.6% equity interest (11.6% fully diluted) in Leonardo Worldwide Corporation ("Leonardo"), a private company which provides and distributes online video and rich media for the hotel industry.

The revenues of the Grapevine business in the month were comparable to the same period in the previous year.

There were no significant changes in the performance of the portfolio of marketable securities during the month.

No amount was withdrawn from the portfolio of marketable securities to fund operating expenses in the month.

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

### **Overview of Activities of Management**

Management's activities in the month were mainly focussed on improving the sales and overall performance of the Grapevine business, monitoring the performance of the portfolio of marketable securities, monitoring the performance of Leonardo and monitoring the cash and working capital position of the Company.

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.

### **New Products or Services Developed or Offered**

No new products or services were developed or offered in the month.

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.

#### **Products or Services Discontinued**

No products or services were discontinued in the month.

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.

#### **New Business Relationships**

The Company did not enter into any new business relationships with the Company's affiliates, or third parties during the month.

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.

#### **Expiry or Termination of Contracts**

No contracts or agreements between the Company, the Company's affiliates or third parties expired or were terminated and no previously announced financing arrangements were cancelled during the month.

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.

#### **Acquisitions or Dispositions of Assets**

Except in connection with its portfolio of marketable securities which is managed by an independent portfolio manager and which involves the purchase and sale of securities in the normal course of managing the portfolio, there were no acquisitions or dispositions of assets by the Company in the month.

No amount was withdrawn from the portfolio of marketable securities to fund operating expenses in the month.

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

#### **Acquisition or Loss of Customers**

The Grapevine business added some new customers during the month but the rate of growth was in line with the business plan. There was no material loss of customers during the month.

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.

#### **New Developments or Effects on Intellectual Property**

There were no new developments or effects on intellectual property during the month.

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

#### **Employee Hirings, Terminations or Lay-offs**

There were no employee hirings, terminations or lay-offs during the month.

11. Report on any labour disputes and resolutions of those disputes if applicable.

#### **Labour Disputes**

There are no labour disputes affecting the Company.

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.

## Legal Proceedings

The Company is not a party to any legal proceedings.

13. Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness.

## Indebtedness Incurred or Repaid

No indebtedness was incurred or repaid during the month.

14. Provide details of any securities issued and options or warrants granted.

Security	Number Issued	Details of Issuance	Use of Proceeds <sup>(1)</sup>

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

## Securities Issued

No securities were issued and no options or warrants were granted during the month.

15. Provide details of any loans to or by Related Persons.

## Loans to Related Persons

The Company does not have any loans to or by Related Persons.

16. Provide details of any changes in directors, officers or committee members.

## Changes in Directors, Officers or Committee Members

There were no changes in directors, officers or committee members in the month.

17. Discuss any trends which are likely to impact the Issuer including trends in the Issuer's market(s) or political/regulatory trends.

## Trends Which Impact the Company

In the case of both Grapevine, its products and services represent discretionary expenses to the customers it serves and in the event of a decline in economic conditions, particularly in North America, its customers may decide to eliminate these expenses which would have a negative effect on Grapevine's revenues.

A majority of the Company's costs are incurred in Canadian dollars and more than half of its revenues are received in US dollars. The discount in the value of the Canadian dollar against the US dollar has a positive effect on the Company's revenues.

## 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 is no material information concerning the Issuer which has not been publicly disclosed.
3. The undersigned hereby certifies to CNSX 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 CNSX Requirements (as defined in CNSX Policy 1).
4. All of the information in this Form 7 Monthly Progress Report is true.

**Dated:** April 3, 2017.

John D. Pennal

---

Name of Director or Senior Officer

"J D Pennal"

---

Signature

President and CEO

---

Official Capacity

<b><i>Issuer Details</i></b>	For Month End	Date of Report
Name of Issuer		YY/MM/DD
Aylen Capital Inc.	March, 2017	2017/04/03
Issuer Address:		
200 Bay Street, Suite 3800, Royal Bank Plaza, South Tower		
City/Province/Postal Code	Issuer Fax No.	Issuer Telephone No.
Toronto, Ontario M5J 2Z4	416-216-3930	416-956-4926
Contact Name	Contact Position	Contact Telephone No.
John D. Pennal	President and CEO	416-956-4926
Contact Email Address	Web Site Address	
<a href="mailto:jpennal@aylencapital.com">jpennal@aylencapital.com</a>	<a href="http://www.aylencapital.com">www.aylencapital.com</a>	