

## FORM 7

### **MONTHLY PROGRESS REPORT**

Name of Listed Issuer: **PUDO Inc. ("PUDO" or the "Issuer")**

Trading Symbol: **PDO**

Number of Outstanding Listed Securities: **19,572,823**

Date: **September 6, 2018**

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.

**PUDO is North America's first pick-up and drop-off service that is courier neutral. Its large network of convenient locations ensures reliable and secure delivery where you want it, when you want it. Management of the Issuer continues to focus on completing integration with new customers to grow parcel volumes, and pursuing new customers, strategic partners, and adding locations (referred to as "PUDOpoints") to the PUDO network.**

**On August 2, 2018, the Issuer filed a news release announcing a strategic partnership with America's largest specialty third party logistics company to ensure timely and authenticated delivery of signature-required parcels to residential customers.**

**[https://webfiles.thecse.com/2018-08-](https://webfiles.thecse.com/2018-08-02_PUDO_News_Release_3PL_Public.pdf?wSjE7KfqucraeidTNxHPDL3O991tnOYf)**

**[02\\_PUDO\\_News\\_Release\\_3PL\\_Public.pdf?wSjE7KfqucraeidTNxHPDL3O991tnOYf](https://webfiles.thecse.com/2018-08-02_PUDO_News_Release_3PL_Public.pdf?wSjE7KfqucraeidTNxHPDL3O991tnOYf)**

**On August 17, 2018, the Issuer filed a news release that provided an update to the Issuer's shareholders regarding the progress of the Issuer and ongoing activities.**

**<https://www.newswire.ca/news-releases/pudo-inc-updates-shareholders-on-progress-of-company-and-ongoing-activities-691141961.html>**

**The Issuer's 2018 Annual General and Special Meeting of Shareholders was held August 22, 2018. The incumbent directors of the Issuer standing for re-election, being Tom Bijou, Richard Cooper, Kurtis Arnold, Murray Cook, Howard Westerman, and Ian McDougall were all re-elected as directors of the Issuer for the coming year. The shareholders also re-appointed Grant Thornton, LLP as auditor of the Company, and authorized the Board to fix the auditor's remuneration for the ensuing year.**

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

Management of the Issuer continued its development of the PUDOpoint Network and increasing parcel volumes with the focus to add locations optimized for new partners in targeted strategic areas as well as continued network optimization for existing partners. While there was a net increase in locations this quarter, some gains were partially offset by locations that have had operations suspended due to a current lack of demand for services in their immediate area. These and other locations may be activated when required as the Company attracts new customers and sees growth in demand and locations for its suite of services.

Management of the Issuer continued the roll-out of a recently completed tablet software upgrade to locations across the Network. This software enables the PUDO Point Network locations to provide additional parcel handling services to PUDO's new and existing customers.

PUDO continues to expand its IT integration with transportation partners to enable PUDO to offer end-to-end service directly to a PUDOpoint selected by the consumer at checkout. These transportation partners are able to offer attractive delivery rates and speed through this program and these savings can be passed along to retailers looking to offer additional choices to their customers.

PUDO's reverse logistics partners are nearing completion of their integration with the PUDOpoint network. PUDO's technology allows partner retailers to let their customers drop-off returns at any PUDO Point. PUDO's network facilitates the returns process while saving shipping costs.

The Issuer continued its ongoing work on product development and testing at various locations across Canada and the USA.

Outstanding warrants were exercised and common shares were issued from treasury pursuant to these exercises (see Item 14).

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.
- None material.**
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.

**The Issuer issued the following shares in the month of August 2018 pursuant to warrants being exercised.**

Security	Number Issued	Details of Issuance	Use of Proceeds <sup>(1)</sup>
Common Shares	249,064	Warrants Exercised	Corporate, General

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

**\$249,064 for general business operating expenses.**

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.

**Management is not aware of any trends in the Issuer's markets, or political or regulatory trends, arising in August 2018 that could have a direct impact on the Issuer.**

## 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 September 6, 2018

Douglas P. Baker

Name of Director or Senior Officer

/s/ "Douglas P. Baker"

Signature

Chief Financial Officer

Official Capacity

<b>Issuer Details</b> Name of Issuer  <b>PUDO Inc.</b>	For Month Ended  <b>August 31, 2018</b>	Date of Report YY/MM/DD  <b>18/09/06</b>
Issuer Address: <b>6600 Goreway Drive, Unit D</b>		
City/Province/Postal Code <b>Mississauga, ON, L4V 1S6</b>	Issuer Fax No. <b>905-507-4177</b>	Issuer Telephone No. <b>844-300-8533</b>
Contact Name: <b>Douglas P. Baker</b>	Contact Position: <b>CFO</b>	Contact Telephone No. <b>248-705-4530</b>
Contact Email Address <b>doug.baker@pudopoint.com</b>	Web Site Address <b>www.pudopoint.com</b>	