

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: December 4, 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 carrier 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 November 8, 2018, the Issuer filed a press release that announced a non-brokered private placement of unsecured convertible debentures the completion of non-brokered private placement of unsecured convertible debentures of the Issuer totaling \$100,000 CAD, bearing interest at a rate of twelve percent (12%) per annum, which shall accrue monthly and shall be payable on the maturity date, being November 8, 2019. At any time prior to repayment, up to the entire amount of interest owing is convertible at the option of the lender at market price at that the date of election to convert interest into common shares of the Issuer.

[https://webfiles.thecse.com/2018-11-](https://webfiles.thecse.com/2018-11-08_PUDO_announces_private_placement_November_2018_Publish.pdf?WAu5QB9nPUXPN6E_PWjysfMFrxwgL.K)

[08_PUDO_announces_private_placement_November_2018_Publish.pdf?WAu5QB9nPUXPN6E_PWjysfMFrxwgL.K](https://webfiles.thecse.com/2018-11-08_PUDO_announces_private_placement_November_2018_Publish.pdf?WAu5QB9nPUXPN6E_PWjysfMFrxwgL.K)

On November 22, 2018, PUDO CEO, Mr. Kurtis Arnold, issued an update to shareholders to report and comment on the Issuer's progress related to previously disclosed contracts and partnerships. The Issuer continues to gain traction and forward momentum across almost all business verticals and revenue streams. Remaining focused on core basics associated with the Issuer's business, the Issuer continued to optimize the PUDO Network to suit current partner needs and continuing to work hard to secure new partners and customers capable of multiplying Network parcel volumes and revenue.

[https://webfiles.thecse.com/2018-11-22_PUDO_CEO_Update_to_Shareholders -](https://webfiles.thecse.com/2018-11-22_PUDO_CEO_Update_to_Shareholders_-_News_Release_Publish.pdf?c6hYAO1mLs0QRtXtLZYkiC9WgUUTm5Cues)

[_News_Release_Publish.pdf?c6hYAO1mLs0QRtXtLZYkiC9WgUUTm5Cues](https://webfiles.thecse.com/2018-11-22_PUDO_CEO_Update_to_Shareholders_-_News_Release_Publish.pdf?c6hYAO1mLs0QRtXtLZYkiC9WgUUTm5Cues)

http://www.pudoinc.ca/investorrelations/news/PUDO_CEO_Update_to_Shareholders_Nov222018.pdf

On November 30, 2018, the Issuer filed a press release that announced a non-brokered private placement of unsecured convertible debentures of the Issuer totaling \$400,000 CAD, bearing interest at a rate of nine percent (9%) per annum, which shall accrue monthly and shall be payable on the maturity date, being November 30, 2019. At any time prior to repayment, the outstanding principal of the convertible debenture may be converted, at the option of the lender, into common shares of the Issuer at a price per common share of \$0.95 CAD and shall be subject to a four month and one day hold period. The proceeds are committed to general working capital. At any time prior to repayment, up to the entire amount of interest owing is convertible at the option of the lender at market price at that the date of election to convert interest into common shares of the Issuer.

[https://webfiles.thecse.com/2018-11-](https://webfiles.thecse.com/2018-11-30_PUDO_announces_private_placement_Nov_30_2018_Publish.pdf?RqBg99DTrB.G9pFLZVDjf2rHJd58Lqy0)

[30_PUDO_announces_private_placement_Nov_30_2018_Publish.pdf?RqBg99DTrB.G9pFLZVDjf2rHJd58Lqy0](https://webfiles.thecse.com/2018-11-30_PUDO_announces_private_placement_Nov_30_2018_Publish.pdf?RqBg99DTrB.G9pFLZVDjf2rHJd58Lqy0)

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

Management of the Issuer continues to focus on the successful implementation of recent agreements previously announced. This involves working with the Issuer's new and existing partners to strategically manage the evolving PUDO Network and service offerings.

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.

Security	Number Issued	Details of Issuance	Use of Proceeds ⁽¹⁾

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

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

On November 8, 2018, the Issuer completed a non-brokered private placement of unsecured convertible debentures of the Issuer totaling \$100,000 CAD (the "Offering"). An entity controlled by Mr. Richard Cooper, a director of the Issuer, subscribed for a principal amount of \$50,000 Debentures in the Offering. Prior to closing of the Offering, Mr. Cooper owned or controlled, directly or indirectly, an aggregate of 986,869 Common Shares (representing approximately 5% of the Issuer's issued and outstanding Common Shares). Following closing of the Offering, in the event

that RHC exercises its conversion rights in respect of all of the Debentures purchased under the Offering, Mr. Cooper will own 5.3% of the Issuer's issued and outstanding Common Shares. The sale of Debentures to the entity controlled by Mr. Cooper is a "related party transaction" as defined in Multilateral Instrument 61-101 – Protection of Minority Security Holders in Special Transactions ("MI 61-101"). The Issuer was exempt from the requirements to obtain a formal valuation or minority shareholder approval in connection with the Offering in reliance of sections 5.5(a) and 5.7(a), respectively, of MI 61-101, as the fair market value of the Debentures to be acquired under the Offering by RHC did not exceed 25% of the Issuer's market capitalization. The material change report is being filed less than 21 days before the closing of the Offering as the Issuer requires the consideration it will receive in connection with the Offering immediately for working capital purposes.

On November 30, 2018, the Issuer completed a non-brokered private placement of unsecured convertible debentures of the Issuer totaling \$400,000 CAD (the "Offer"). An entity, Cardinal Couriers Ltd. ("CCL"), 50% owned by Mr. Richard Cooper, a director of the Issuer, subscribed for a principal amount of \$400,000 Debentures in the Offer. Prior to closing of the Offer, Mr. Cooper owned or controlled, directly or indirectly, an aggregate of 986,869 Common Shares (representing approximately 5% of the Issuer's issued and outstanding Common Shares). Following closing of the Offer, in the event that CCL exercises its conversion rights in respect of all of the Debentures purchased under the Offer, Mr. Cooper will own 6.1% of the Issuer's issued and outstanding Common Shares. The sale of Debentures to the entity CCL is a "related party transaction" as defined in Multilateral Instrument 61-101 – Protection of Minority Security Holders in Special Transactions ("MI 61-101"). The Issuer was exempt from the requirements to obtain a formal valuation or minority shareholder approval in connection with the Offer in reliance of sections 5.5(a) and 5.7(a), respectively, of MI 61-101, as the fair market value of the Debentures to be acquired under the Offer by CCL did not exceed 25% of the Issuer's market capitalization. The material change report is being filed less than 21 days before the closing of the Offer as the Issuer requires the consideration it will receive in connection with the Offer immediately for working capital purposes.

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 November 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 December 4, 2018

Douglas P. Baker

Name of Director or Senior Officer

/s/ "Douglas P. Baker"

Signature

Chief Financial Officer

Official Capacity

Issuer Details Name of Issuer PUDO Inc.	For Month Ended November 30, 2018	Date of Report YY/MM/DD 18/12/04
Issuer Address: 6600 Goreway Drive, Unit D		
City/Province/Postal Code Mississauga, ON, L4V 1S6	Issuer Fax No. 905-507-4177	Issuer Telephone No. 844-300-8533
Contact Name: Douglas P. Baker	Contact Position: CFO	Contact Telephone No. 248-705-4530
Contact Email Address doug.baker@pudopoint.com	Web Site Address www.pudopoint.com	