



FORM 7

**MONTHLY PROGRESS REPORT**

October 2020

Name of CSE Issuer: **Perk Labs Inc.**  
("Perk" or the "Company").  
Trading Symbol: **PERK**  
Number of Outstanding Listed Securities: **146,830,495 common shares (as at the date of this report)**  
Date: **November 6, 2020**

**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.**

Developments

In October, Perk announced that it has entered the digital gift card market and that the Company has signed an agreement with InComm Payments, a leading payments technology company, to distribute digital gift cards in Canada. The agreement provides Perk Hero with the flexibility to build its own in-app programs and innovative front-end while relying on the robust InComm InCentives platform to power the delivery and management of digital gift card products.

In early November the Company announced that it is launching a new Affiliate Program. With this new program, small to medium businesses, independent software vendors, social media influencers, bloggers, website owners, trade associations, self-employed entrepreneurs, and professional and individual affiliate marketers can earn commission from signing up Perk Hero merchants and the sale of products through the Perk Hero platform.

The Company also announced that it has amended its stock option plan and restricted share unit plan to increase the number of common shares that may be reserved for issuance under the Plans from 10% to 15% of the Company's issued and outstanding common shares. The Company also amended its stock option plan to reduce the minimum exercise price from CAD \$0.10 to \$0.05. These amendments are subject to disinterested shareholder approval which will be sought at the Company's next annual and special meeting of shareholders.

Financial Reporting

The Company published its financial results for the third quarter and period ended August 31, 2020. The full financial results can be viewed at [www.sedar.com](http://www.sedar.com)

2. **Provide a general overview and discussion of the activities of management.**  
Please see item 1.
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.**  
Please see item 1.

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.**  
Please see item 1.
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.**  
Please see item 1.
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.**  
None.
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.**  
None.
8. **Describe the acquisition of new customers or loss of customers.**  
Please see item 1.
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.**  
Please see item 1.
10. **Report on any employee hiring, terminations or lay-offs with details of anticipated length of lay-offs.**  
None, except in the ordinary course of business.
11. **Report on any labour disputes and resolutions of those disputes if applicable.**  
None.
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.**  
None.
13. **Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness.**  
None.
14. **Provide details of any securities issued and options or warrants granted.**

<b>Security</b>	<b>Number Issued</b>	<b>Details of Issuance</b>	<b>Use of Proceeds <sup>(1)</sup></b>
Common Shares	2,524,000	2,090,000 common shares were issued at an average price of \$0.0417 pursuant to the Company's	\$84,588.85 (net proceeds) will be used for the

		previously announced At-the-Market (“ATM”) equity program.  434,000 common shares @ \$0.04 were issued as partial compensation for the services of the Company’s Chief Technology Officer, Chief Operating Officer and an Advisors.	expansion of sales & marketing efforts
Stock Options	350,000	Granted 350,000 incentive stock options exercisable at \$0.05 per share for a period of 5 years and	N/A
RSUs	128,206	128,206 RSUs were granted to the CEO and CFO as partial compensation for their services.	N/A

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

A total of 93,750 stock options, with exercise price of \$0.10 were cancelled, and no stock options were exercised during October 2020.

There are presently 7,826,000 stock options and 6,167,553 RSUs outstanding.

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

None.

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

None.

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

Various laws and regulations govern the payments industry in Canada and globally. Our payments services may be or become subject to regulation by other authorities, and the laws and regulations applicable to the payments industry in any given jurisdiction are always subject to interpretation and change.

We expect that new services and technologies applicable to the industries in which we operate will continue to emerge and evolve. Rapid and significant technological changes continue to confront the industries in which we operate, including developments in proximity payment devices, including contactless payments via NFC technology.

There can be no assurance that any new products or services we develop and offer to our customers will achieve significant commercial acceptance. Our ability to develop new products and services may be inhibited by industry-wide standards, payment card networks, existing and future laws and regulations, resistance to change from our customers, which includes our sellers and their buyers, or third parties’ intellectual property rights.

The COVID-19 pandemic is having an effect on how people pay for goods and services. We have seen a drop off in in-store and in-dining payments, and we are also seeing the need and demand for mobile ordering and safe contact-free digital payments. We are helping businesses to adopt contactless payments such as payment by quick response codes or payment by taking a photo of a bill as a better way to serve their customers and provide a safe environment for their employees. We continue to monitor the evolving situation in these uncertain times and to adapt our business accordingly.

## 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 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 the information in this Form 7 Monthly Progress Report is true.

Dated: November 6, 2020

Jonathan Hoyles  
Name of Director or Senior Officer

"Jonathan Hoyles"  
Signature

Director and CEO  
Official Capacity

<b>Issuer Details</b>		
Name of Issuer: <b>Perk Labs Inc.</b>	For Month End <b>October 2020</b>	Date of Report: YYYYMMDD <b>2020/11/06</b>
Issuer Address: <b>555 Burrard Street, Two Bentall Centre, Suite 1755, Box 240</b>		
City/Province/Postal Code: <b>Vancouver, BC V7X 1M8</b>	Issuer Fax No.: <b>N/A</b>	Issuer Telephone No. <b>855.288.6044</b>
Contact Name: <b>Jonathan Hoyles</b>	Contact Position: <b>Director &amp; CEO</b>	Contact Telephone No. <b>855.288.6044</b>
Contact Email Address: <a href="mailto:investors@perklabs.io">investors@perklabs.io</a>	Web Site Address: <a href="http://www.perklabs.io">www.perklabs.io</a>	