

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: Braingrid Limited

(the "Issuer").

Trading Symbol: BGRD

Number of Outstanding Listed Securities: 60,542,196

Date: September 30, 2019

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.

The issuer continued to advance its technology and develop relationships with existing and potential clients during the month.

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

The Issuer is primarily focused on selling its precision agriculture solution to cannabis growers, enhancing the functionality of its product offering and developing strategic relationships with other technology companies to integrate with their solutions. The Issuer works in Canada and the U.S. where such activity is permitted and regulated by state law, through entities which hold a valid U.S. state license to grow cannabis.

Among other duties, management has been undertaking the following:

- **Working on expanding the functionality of the original Sentroller and the Sentroller S.**
- **Working on expanding the functionality of the Issuer's use of data science within the cultivation environment to perform issue/anomaly detection to quantify the "index" or risk probability from powdery mold outbreaks, HVAC equipment deficiency, and others.**
- **Developing new sales opportunities to expand the customer base within the four solution streams of Brangrid Data Intelligence (announced in April 2019): Analytics Solutions, Professional Services, Instrumentation Products (Sentrollers/Sensors) and Integration Solutions**
- **Sourcing and negotiating other potential integration agreements that had not closed prior to September 30, 2019**
- **Sourcing and negotiating additional sources of capital and potential business combination partners for the Issuer**

Management is actively pursuing expansion opportunities in the United States and Canada. The expansion strategies the Issuer intends to pursue include direct acquisitions, joint venture partnerships, royalty/licensing arrangements or direct license applications in a legally compliant manner. The focus is on designing arrangements in such a manner that expansion efforts provide the quickest way to enter the market to introduce the Issuer's products and provide the highest rate of return.

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.

The original Sentroller was commercialized in late 2015 and has served as an excellent data collection wireless sensor hub for cannabis applications since mid-2016. With over 200 units deployed across the world, the Sentroller has proven itself a valuable and versatile design that delivers on its design intent of low cost, easy to deploy agricultural technology. However, since it was designed, a number of parts within the Sentroller's bill of materials have become obsolete or are onerously expensive as a last time buy. Consequently, the Sentroller 1.0 itself must be updated to utilize more contemporary components. The Sentroller 1.5 leaves the best, validated parts of its predecessor and updates certain key sections of the design to provide better value, ease of use or versatility for the customer. Certain improvements include better battery life, an improved wireless radio, easier and more sensor connections and improved physical robustness among other improvements.

The Sentroller 1.5 design, was approved for pilot production in August 2019 to allow time for development staff to adjust the existing Sentroller software while Braingrid continues to sell and ship Sentroller 1.0's. Depending on sales volumes, the remaining inventory of Sentroller 1.0s will ultimately transition to Sentroller 1.5 while Braingrid continues to support all previously deployed sites containing Sentroller 1.0's.

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.

No such matters to report.

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.

No such matters to report.

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.

No such matters to report.

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.

No such matters to report.

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

During the period the Issuer recognized \$19,200 of bad debt expense related to an accounts receivable from a single customer that had been outstanding for over 90 days.

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.

None noted.

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

On September 16, 2019 the Issuer announced that it had laid off certain members of its operating staff. The length of the lay-off is expected to be permanent subject to the Issuer being able to source additional financing.

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

None noted.

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.

No such matters to report.

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

On September 11, 2019, September 16, 2019 and September 26, 2019, European High Growth Opportunities Securitization Fund (the "Fund"), advised by Alpha Blue Ocean Inc., converted tranches of \$160,000, \$100,000 and \$110,000 respectively of its principal amount of senior unsecured convertible debentures into 2,000,000, 1,250,000 and 1,375,000 tranches of shares of the Issuer respectively, at an effective price of \$0.08 per Share, converting the entire principal amount of the convertible debenture into shares.

Pursuant to the agreement between the Fund and the Issuer executed on June 11, 2019, the Issuer has a cumulative make whole obligation to the Fund of \$771,350, payable either in shares or cash at the Company's discretion, if cash the obligation would be netted against future debenture issuances.

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

See section 13 above.

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

On September 11, 2019 Issuer received a commitment for up to \$60,000 of funding by way of a secured demand promissory note bearing interest at 7% per annum from Mika Holdings Limited, a related company controlled by family and friends of Ken Kadonoff, who is employed by the Issuer as its Advisor, Business Partnerships. The promissory note is secured by expected scientific research and experimental development tax credits that are expected to be received in six to eight weeks. As at September 30, 2019 \$20,000 has been loaned to the Issuer pursuant to the promissory note.

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

On September 11, 2019 David Posner resigned from the Issuer's board of directors.

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

The Issuer's precision agriculture solution mainly services the cannabis cultivation business, which involves certain risks and uncertainties that are inherent to that sector. Please refer to the "Risk Factors" section of the CSE Form 2A Listing Statement dated December 24, 2018 which is available on SEDAR at www.sedar.com and on the Exchange's website at www.thecse.com.

The Issuer has been focused primarily on monitoring ambient and "in-plant" grow conditions. The Issuer is expanding its offering to monitor energy use in cannabis grow facilities since such growers are expected to be more concerned with the cost of energy use. As well, the issuer is now preparing to provide analytical reports on grow conditions so that licenced producers can better understand the impact of such conditions on yield and crop risk from pathogens. Growers must be able to reduce their operating costs in order to survive and the issuer is attempting to deal with large variables such as energy, yield and crop risk.

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

Dated October 7, 2019

Doug Harris

Name of Director or Senior Officer

"Doug Harris"

Signature

Chief Financial Officer

Official Capacity

Issuer Details Name of Issuer Braingrid Limited	For Month End September, 2019	Date of Report YY/MM/D 19/10/07
Issuer Address 150 Bridgeland Ave #100		
City/Province/Postal Code Toronto, Ontario M6A 1Z5	Issuer Fax No. ()	Issuer Telephone No. (416) 480-2488
Contact Name Doug Harris	Contact Position CFO	Contact Telephone No. (416) 480-2488
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