

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: XTM Inc. (the "Issuer").

Trading Symbol: PAID

Number of Outstanding Listed Securities: 103,186,962

Date: December 5, 2020

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 Exchange 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 Exchange 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 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

On November 20th, 2020, the Company announced the launch of its unsecured Visa credit card program and offering called the Vert Card.

This first of its kind program uses an intuitive mobile app to collect customer data and within seconds, using artificial intelligence and digital banking, grants credit approval without using credit score or previous credit history. It is estimated that over 22% of the North American population is considered “credit risk” when measured by their credit score.

The Vert Visa program allows younger adults to establish credit and anyone the ability to re-establish or repair their credit. Approved users will be granted credit limits from \$250-\$500 without security deposit and will have the ability gain more credit over time with good payment history. The credit limit and good payment history will be reported to Equifax and TransUnion and users can expect a Beacon Score increase within days of approval. The app will also display credit score in real time and provide credit building tips to increase their score such as paying down credit and making payments on time every month.

On November 30, 2020, The Company adopted a restricted share unit ("RSU") plan (the "RSU Plan") pursuant to which the Company may grant options and RSUs to attract, motivate and retain directors, officers, employees and consultants, and to align the interests of plan participants with those of the Company's shareholders.

The maximum number of RSUs issuable under the RSU Plan together with the number of stock options issuable under the company's existing stock option plan (the "Stock Option Plan") may not exceed 20% of the number of issued and outstanding common shares of the Company as at the date of a grant under the RSU Plan or the Stock Option Plan, as the case may be. Based on the number of common shares outstanding as at November 30, 2020 an aggregate of 20,637,392 RSUs and/or options can be granted pursuant to the RSU Plan and the Stock Option Plan. On November 30, 2020, the Company granted 2,685,001 RSUs to one employee and five consultants of the Company under the RSU Plan, which RSUs vest immediately upon their grant. The RSUs were issued as part of the contractual and discretionary compensation set out for such employee and consultants. Each of these consultants and employee previously held RSUs which were cancelled at the time the Company filed its preliminary prospectus and began trading on the Canadian Securities Exchange.

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

We continue to support revenues from our legacy business and also the new projects that were implemented during last eight months as well as employee incentive payouts and we are quickly exploring other opportunities and managing the impacts of COVID-19 on our business daily.

The Company continues maintaining a company wide COVID-19 risk mitigation policy to protect the health and safety of our staff, clients, and community.

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.

See #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.

N/A

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.

N/A

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.

N/A

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.

N/A

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

N/A

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.

N/A

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

N/A

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

N/A

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.

N/A

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

N/A

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

Security	Number Issued	Details of Issuance	Use of Proceeds⁽¹⁾
Restricted Share Units	2,685,001	Issuance to one employee and five consultants as incentives	N/A

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

N/A

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

N/A

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

N/A

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

As XTM's unicorn vertical is hospitality, the spread of COVID-19 posed challenges to the Company's business. The Company is consistently looking for ways to monetize its user base with essential products such as credit. The company also continues to explore other government relief programs available under COVID-19. The Company applied and received support related to the extended Canada Emergency Wage Subsidy program.

The Company's stock has been holding its price in the mid to high teens with a respectable amount of volume which has triggered early exercising of warrants and options bringing in financing to support operational expenditures.

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 December 5, 2020.

Marilyn Schaffer

Name of Director or Senior
Officer

Signature

CEO, President Official Capacity <i>Issuer Details</i> Name of Issuer XTM Inc.	For Month End November 30, 2020	Date of Report YY/MM/D 20/12/05
Issuer Address 437-67 Mowat Avenue		
City/Province/Postal Code Toronto, ON M6K 3E3	Issuer Fax No. ()	Issuer Telephone No. (416) 260-1641
Contact Name Marilyn Schaffer	Contact Position CEO, President	Contact Telephone No. (416) 260-1641
Contact Email Address mschaffer@xtminc.com	Web Site Address www.xtminc.com	