FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: **SONA Nanotech Inc.** (“Sona” or “Issuer”).

Trading Symbol: Sona

Number of Outstanding Listed Securities: 52,199,520

Date: December 6th, 2018 *(for the month ended November 30, 2018)*

**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.

*Stockport Exploration Inc. voluntarily delisted its common shares from the TSX Venture Exchange on August 7, 2018 and filed an application for listing its common shares on the CSE. On August 8, 2018 pursuant to the terms of an Amalgamation, every four (4) common shares of Stockport Exploration Inc. were exchanged for one (1) common share of Sona Nanotech Ltd. (the “Sona Shares”); and every 1.5802 common shares of Sona Nanotech Ltd. were exchanged for one (1) Sona share.*

*On October 3, 2018, Sona was approved for listing of its common shares on the Canadian Securities Exchange (CSE) and commended trading under the symbol Sona on October 4, 2018.*

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

*Sona is a nano technology life sciences firm that has developed two proprietary methods for the manufacture of rod-shaped gold nanoparticles. The principal business carried out and intended to be continued by Sona is the research and development of its proprietary technology for use in multiplex diagnostic testing platforms that will improve performance over existing tests in the market.*

*Sona’s gold nanorod particles are CTAB (cetyltrimethylammonium) free, eliminating the toxicity risks associate with the use of other gold nanorod technologies in medical applications. It is expected that Sona’s gold nano technologies may be adapted for use in applications. As a safe and effective delivery system for multiple medical treatments, pending the approval of various regulatory boards including Health Canada and the FDA.*

1. 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.

*Sona is offering various products and services apart from selling gold nanorods. Sona has signed a co-marketing agreement with opTricon GmbH a market leader on point of care diagnostics devices. With opTricon’s cutting edge cube reader system and our break through gold nanorod technology, Sona is envisioning to be a leader in the lateral flow assay market.*

*The “cube” is the next generation of test readers- small, compact, user-friendly, intuitive, wireless, cost effective and provides clear results in minutes. It serves as a virtual “electronic eye” to turn qualitative tests into quantitative tests.*

*Sona has entered a co-marketing agreement with Bong digital health solutions a leading SAAS platform development company from UK. Bond digital has developed an app to be connected with the opTricon cube reader system to gather, store and analyze lateral flow test data effectively. Bond’s data capture software is ideal for lateral flow assays as it turns basic qualitative tests into informative quantitative tests. This, coupled with Bond’s patient record system, provides healthcare professionals and home test consumers conducting self-monitoring the perfect companion app.*

*Bond digital’s platform is based on ePRO(electronic patient record outcomes) and EDC (electronics data capture) that records test data using a secure cloud-based platform to collect and store results for monitoring, predictive analysis and epidemiology.*

*Below are the various services offered by Sona:*

1. *Conjugation service: Sona can combine its unique gold nanorods with biologicals provided by customers to offer a fully optimized and customized conjugate for their lateral flow assays, reducing customer’s development time.*
2. *Lateral flow test development: Sona is providing a tailored, modular contract development service from proof of concept through to full development and transfer to production, helping customers bring tests to market.*
3. *Lateral flow test production: Sona is partnering with world-class, third party manufacturers to manufacture pilot and validation batches through to large-scale bulk volumes to serve customer’s market needs.*
4. *R&D consultancy service: Sona has over 60 years of combined R&D experience in lateral flow assay production which is now offered as consultancy service for customer’s product development and commercialization.*
5. 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*

1. 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.

*Sona has relocated its laboratory facilities to Halifax in November as it seeks to capitalize on recent business success and further expand its business in the diagnostics market. Following a period of recent growth, the company agreed a three-year lease with Innovacorp on October 1 for space at the Technology Innovation Centre on Research Drive. The recent signing of a global distribution agreement and collaborations with industry-leading businesses has led to increased demand for Sona’s products and services. Sona’s move to larger premises ensures customers’ requirements are met while allowing continued business growth and new product development. The move was funded in part from a loan from the Atlantic Canada Opportunities Agency (ACOA), which was provided to Sona in May this year (2018).*

1. 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*

1. 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*

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

*Not applicable.*

1. 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.*

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

*Sona has engaged the services of Dr. Trevor Keel, a leading expert in gold and nanotechnology to help develop its business proposition in the UK and Europe. Dr. Keel is providing business development services to Sona Nanotech Inc. in the UK and Europe, using his wide network of contacts to develop new business opportunities, collaborations and projects in the lateral flow market utilizing Sona’s range of unique gold nanorods.*

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

*Not applicable.*

1. 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.*

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

*Not applicable.*

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

*Not applicable.*

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

*Not applicable.*

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

*Not applicable.*

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

*Sona is the only company in the world which has developed a unique gold nanorod technology wherein the gold nanorods are developed completely free of a cytotoxin called CTAB (cetyltrimethylammonium). Thus, Sona’s gold nanorod technology compared to other gold nanorods in the market, has an edge as they are non-toxic and can be used not only in diagnostics but also in therapeutics applications.*

**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 Policy 1).
4. All of the information in this Form 7 Monthly Progress Report is true.

Dated: December 6, 2018.

 Name of Director or Senior Officer

 Rob Randall

 (Signed) *Rob Randall*
CFO & Corporate Secretary

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| ***Issuer Details***Name of Issuer**SONA Nanotech Inc.** | For Month EndNovember, 2018 | Date of ReportYY/MM/DD06/12/2018 |
| Issuer Address1 Research Drive, Bay 2 |
| City/Province/Postal CodeDartmouth, Nova Scotia, Canada, B2Y4M9 | Issuer Fax No. | Issuer Telephone No.(902)-989-2693 |
| Contact NameDarren Rowles | Contact PositionChief Executive Officer  | Contact Telephone No.(902)-989-2693 |
| Contact Email Addressdarren@sonanano.com | Web Site Addresshttps://sonanano.com/ |