



October 12, 2018

Dear Shareholder:

The Company is pleased to provide a shareholder's update regarding its recent achievements, milestones, and plans for continued growth.

FogChain is pioneering new frontiers in the software development and testing market as well as in the fog computing industry, the next generation of edge-based computing. To date, the Company has completed two acquisitions: RadJav, which provides a unified rapid application development platform, and Quilmont, which specializes in automated testing, continuous integration and deployment (CI/CD), and software quality assurance. These technology platforms and suite of services have wide ranging potential to develop applications and integration capabilities across small businesses and enterprises. In addition, FogChain's technology is also currently capable of supporting next-generation technologies such as the Internet of Things (IoT), Artificial Intelligence (AI), and Machine to Machine (M2M) communications.

RadJav has completed several integration and feature-rich development milestones including full support of all major operating systems (Microsoft, Linux, and MacOSX), Chrome DevTools, cryptographic security, high throughput database capabilities with RocksDB, and is preparing to launch its platform to support both major mobile operating systems, Android and IOS. Quilmont, FogChain's most recent acquisition, is a growing and profitable organization that provides a suite of application testing and a patented automation framework for CI/CD and business process testing. Quilmont's technology provides significant cost savings as well as an accelerated pathway for application development, and serves major clients such as Geico, Siemens, Vanguard, various State Agencies, and Madison Square Garden (MSG), to name a few. Both RadJav and Quilmont continue to make significant progress in the fulfillment of client projects, as well as in the continued advancement of their respective technology platforms, service offerings and intellectual property.

FogChain recently filed three different patent applications covering various aspects of fog and edge computing, decentralized network infrastructure and management, and will continue to advance the technology under its issued patent for its testing automation framework, Test Case Manager. The Company believes that these patents represent significant innovations within application development, testing, and fog based computing industries that will provide a significant competitive advantage to the Company, as well as provide long-term revenue opportunities (or: position Fogchain as a thought leader).

The Company started publicly trading on the Canadian Stock Exchange (CSE: FOG) in June and has made significant progress since. In addition to the achievements previously mentioned, it has also added to its executive team, board and staff. More

recent developments include the Company's listing on the U.S. based OTC Markets QB exchange (Symbol: FOGCF) in September, as well as on Germany's Frankfurt Exchange (Symbol: MUU3) also in September, to better serve and connect with the Company's European-based shareholders.

The Company has come a very long way in the few short months that it has been trading as a public company. Many of the accomplishments we've made would comparably take other companies years to achieve. We've built an incredibly talented team of professionals and industry veterans that have launched new products and scaled companies to significant levels, previously being responsible for over \$1billion in aggregate revenue. As we continue to grow organically through direct sales and partnering with established sales channels, we will also take advantage of making strategic acquisitions that advance our business and contribute to building shareholder value. Our full intention is to build FogChain into an industry leader that has pervasive technology with wide-ranging applications. We want to thank you for being loyal shareholders and for your support as we build our organization into a global enterprise that you all can be proud of.

Sincerely,

James Cerna

CEO