

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: Exro Technologies Inc. (the "Issuer").

Trading Symbol: XRO

Number of Outstanding Listed Securities: 82,815,249 (as at February 29, 2020)

Date: **March 2, 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.

Exro continues to commercialize its Electronic Transmission Replacement ("ETR", previously described as Dynamic Power Management technology "DPM") for variable motor applications. Exro is focused on delivering its initial commercial prototype to Motorino and is also now working with The Templar Marine Group Ltd. for electric boat applications. The Issuer is focused on improving torque/speed performance of electrical motors.

The Issuer is also utilizing artificial intelligence to develop new battery management ("BMS") software technology, which it is calling the "intelligent battery management system" ("IEMS"), which should provide an improvement over existing BMS applications. Exro expects that the new IEMS being developed, when fully commercialized, will allow for constant monitoring and manipulation of energy inflows and outflows, at rates of up to 100k manipulations per second. The goal is total control of the flow of energy, in effect allowing better, more balanced storage of energy, especially under changing conditions, while also making battery banks of any size inherently electrically safe.

The Issuer is also continuing to explore other potential collaborations.

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

On February 6, 2020 the Issuer announced that it had arranged a non-brokered private placement financing for gross proceeds of up to \$3,000,000 through the issuance of up to 8,571,428 common shares ("Shares") at a price of \$0.35 per Share (the "Offering"). The Offering was expected to close on or before February 20, 2020.

It also announced that it had agreed to pay a finder's fee consisting of 7% cash as well as the issuance of compensation warrants (each a "Compensation Warrant") equal to 7% of the number of Shares issued to investors introduced to the Issuer by the finder. Each Compensation Warrant is exercisable to acquire one common share for a period of 12 months from the closing at an exercise price of \$0.42 per common share. The Shares will be subject to a four month hold period from the date of issuance, pursuant to relevant prospectus or registration exemptions in accordance with applicable laws.

The net proceeds raised from the sale of this Offering will be used by the Issuer to fund development of the Issuer's current and new technology programs, the buildout of its new Calgary Innovation Centre, working capital and general corporate purposes. The Issuer may at its discretion increase the size of the Offering up to \$4,000,000 to accommodate oversubscriptions.

On February 6, 2020 the Issuer also announced that it continues to expand into new market segments with a strategic agreement with one of the world's most innovative manufacturers of snowmobile powertrains.

Under this new partnership, Exro and Finland's Aurora Powertrains Oy ("Aurora"), which in 2019 released an all-electric production snowmobile: the "eSled", will work to both increase motor performance while decreasing cost for future production. The partnership will see Exro's technology being added to the Aurora electric powertrain, a further move to global commercialization of Exro technology.

According to the International Snow Machine Manufacturing Association, the snowmobile sector has a global imprint. In 2018 there were 124,786 snowmobiles sold worldwide. ISMMA estimates the economic annual economic impact of snowmobiling to be \$26 billion in the US, \$8 billion in Canada and \$5 billion in Europe and Asia.

On February 14, 2020 the Issuer announced it had completed the first tranche of its non-brokered private placement financing and raised \$3,510,727 through the issuance of 10,030,648 Shares at a price of \$0.35 per Share.

The Issuer paid Finder's fee consisting of 7% cash and issued Compensation Warrants equal to 7% of the number of Shares issued to investors introduced to the Issuer by the Finder. Each Compensation Warrant is exercisable to acquire one common share for a period of 12 months from the closing at an exercise price of \$0.42 per share.

The Shares will be subject to a four month hold period from the date of issuance, pursuant to relevant prospectus or registration exemptions in accordance with applicable laws.

The net proceeds raised from the sale of this Offering will be used by the Issuer to fund development of the Issuer's current and new technology programs, the buildout of its new Calgary Innovation Centre, working capital and general corporate purposes.

On February 27, 2020 the Issuer announced it had completed the second and final tranche of its oversubscribed non-brokered private placement financing and raised \$4,299,590 through the issuance of 12,284,545 Shares at a price of \$0.35 per Share. In the second tranche, 2,253,897 Shares were issued for gross proceeds of \$788,864.

The Issuer paid Finder's fee consisting of 7% cash and has issued Compensation Warrants equal to 7% of the number of Shares issued to investors introduced to the Issuer by the Finder. Each Compensation Warrant is exercisable to acquire one common share for a period of 12 months from the closing at an exercise price of \$0.42 per share.

The Shares will be subject to a four month hold period from the date of issuance, pursuant to relevant prospectus or registration exemptions in accordance with applicable laws.

The net proceeds raised from the sale of this Offering will be used by the Issuer to fund development of the Issuer's current and new technology programs, the buildout of its new Calgary Innovation Centre, working capital and general corporate purposes.

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.

None.

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.

None.

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.

None.

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.

None.

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.

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

None.

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

Not applicable.

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.

Not applicable.

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.

On February 14, 2020, the Issuer closed the first tranche of its private placement and issued 10,030,648 common shares and 683,967 finder's warrants. Each common share was issued at a price of \$0.35 and

each finder's warrant is exercisable into one common share at a price of \$0.42 per common share until February 14, 2021.

On February 27, 2020, the Issuer closed the second and final tranche of its private placement and issued 2,253,897 common shares and 144,496 finder's warrants. Each common share was issued at a price of \$0.35 and each finder's warrant is exercisable into one common share at a price of \$0.42 per common share until February 27, 2021.

On February 5, 2020, 28,000 common shares were issued pursuant to the exercise of finder's warrants.

On February 17, 2020, 62,125 common shares were issued pursuant to the exercise of finder's warrants.

In total 12,374,670 common shares and 828,463 finder's warrants were issued during the month of February.

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.

There are no identified market trends that are expected to impact the Issuer. The Issuer continues to monitor developments and innovations related to motor and generator systems technology to operate more efficiently, providing benefit to sustainable and renewable electricity generation markets, as well as variable load industrial and commercial applications for motors.

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: March 2, 2020.

John Meekison
Name of Director or Senior Officer

"John Meekison"
Signature
CFO
Official Capacity

Issuer Details Name of Issuer Exro Technologies Inc.	For Month End February, 2020	Date of Report YY/MM/D 20/03/02
Issuer Address 2300 – 1177 West Hastings Street		
City/Province/Postal Code Vancouver BC, V6E 2X3	Issuer Fax No. N/A	Issuer Telephone No. (604) 674 7746
Contact Name John Meekison	Contact Position CFO	Contact Telephone No. (604) 649 8778
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