

FORM 7

MONTHLY PROGRESS REPORT

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

Trading Symbol: XRO

Number of Outstanding Listed Securities: 96,032,295 (as at July 31, 2020)

Date: **August 5, 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 first product derived from its technology, the "Electric Gearbox". (formerly Electronic Transmission Replacement). The Electric Gearbox allows a variable motor to switch coil configurations to permit increased torque or increased speed, negating the need for a separate gear box. This product could have utility in many applications, particularly in transportation sectors.

Exro currently has six partnerships underway for commercializing its technology: Motorino Electric Bike for e-bike applications; Potencia for automotive; Templar Marine for electric boats; Aurora Power Trains for recreational vehicle applications, Clean Seed Capital Group for agricultural products, and finally Zero Motorcycles for electric motor bikes.

The Issuer is also utilizing machine learning to develop new battery management ("BMS") software technology, which it is calling the "intelligent battery management system" ("IBMS"), which should provide an improvement over existing BMS applications. Exro expects that the new IBMS 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 July 8, 2020 the Issuer announced the results of voting at its annual general meeting of shareholders which was held July 7th, 2020 in Vancouver, British Columbia (the "Meeting"). All matters submitted to the shareholders for approval as set out in the Company's Notice of Meeting and Information Circular, dated June 2, 2020, were approved by an overwhelming majority of votes cast at the Meeting.

NUMBER OF DIRECTORS

Shareholders approved the setting of the number of Directors at six.

ELECTION OF DIRECTORS

The shareholders elected the following slate of Directors:

Mark Godsy, Frank Borowicz, Jill Bodkin, Daniel McGahn, Eamonn Percy, and Sue Ozdemir.

The Company also thanked Jonathan Ritchey, the Company's founder, for his long time service as a former director of Exro.

APPOINTMENT OF AUDITORS

Dale Matheson Carr-Hilton Labonte LLP, Chartered Professional Accountants, were reappointed as Auditors of the Company for the ensuing year with their remuneration to be fixed by the Board of Directors.

RECONFIRMATION OF THE STOCK OPTION PLAN

An ordinary resolution of disinterested shareholders approved that the number of common shares reserved for issuance under the Company's Stock Option Plan be increased from 10,000,000 Shares to 16,576,049 Shares.

On July 10, 2020, the Issuer announced the closing of its marketed short form prospectus offering pursuant to which the Company issued 11,428,571 units of the Company ("Units") at a price of \$0.70 per unit for gross proceeds of Cdn \$8,000,000 (the "Offering").

Each Unit consists of one common share of the Company (a "Unit Share") and one-half of a common share purchase warrant (each whole common share purchase warrant, a "Warrant"). Each Warrant will entitle the holder to purchase one common share of the Company (a "Warrant Share") at a price of \$0.90 per Warrant Share for a period of 24 months following the closing of the Offering, subject to certain acceleration rights of the Company. The Offering was led by Gravitas Securities Inc. as the sole agent and sole book runner in the provinces of British Columbia, Alberta, Saskatchewan, Manitoba and Ontario (the "Offering Jurisdictions").

The net proceeds from the Offering will be used for: further research and development of the Company's coil switching technology for commercialization in the mobility segment including micro, light and commercial electric vehicle programs; marketing; capital investments and general working capital requirements. Proceeds from the additional increase in the Offering will be added to general working capital requirements.

The Company has applied to list the Unit Shares and the Warrant Shares on the Canadian Securities Exchange.

A copy of the Prospectus is available under the Company's profile at www.sedar.com or by request to Gravitas Securities Inc. at vancouvergsiib@gravitassecurities.com.

On July 15, 2020, the Issuer announced that it and Australia's SEA Electric Pty Ltd. ("SEA Electric") are partnering to enhance electric powertrain technology for heavy duty trucks and delivery vehicles.

Recognized as a global leader in the electrification of commercial vehicles, SEA Electric and Exro will co-develop and test powertrains based on Exro's Coil Driver and the SEA-Drive technologies.

Founded in 2012, SEA Electric has successfully commercialized its proprietary SEA-Drive® electric power-system technology. SEA Electric products are now deployed in 5 countries, with collectively more than 1.6 million kms (1 million miles) of independently OEM tested and in-service operation, making it widely recognised as the market leader in the electrification of commercial vehicles.

The electric commercial vehicle market is growing quickly, partly because of the efficiencies and performance benefits they offer as well as government policies aimed at accelerating adoption to reduce carbon emissions. Motor Intelligence estimates the commercial vehicle market will surge from USD \$19.8 billion in 2020 to USD \$38.6 billion in 2025.

About SEA Electric

SEA Electric was founded in Australia in 2012 and is an automotive technology company that has created proprietary electric power-system technology (known as SEA-Drive®) for the world's urban delivery and distribution fleets.

After 5 years of product development and field testing, SEA Electric launched its first model in 2017 once the cost of lithium-ion dropped below the USD300/kWh threshold. Since then SEA Electric has released 7 x, SEA-Drive® models, to power rear-wheel drive cargo vans/commuter buses and cab/chassis trucks from 3.5t (7,700 lbs) GVM to 29t (64,000 lbs) GVM.

On July 29, 2020 the Issuer announced that Richard Meaux, a proven industry innovator in marketing, digital and IoT strategies, has joined Exro as its new Chief of Marketing (“CMO”).

Meaux has had diverse experiences in the power conversion industry, beginning his career with GE as part of the Commercial Leadership program. He then went on to hold roles in engineering, sales, marketing, and product management. Working through several promotions, Meaux was GE Digital Leader for GE Industrial Motors (“GEIM”) and most recently, Director of Marketing and Digital Operations for GE Industrial Motors (a Wolong Company). In this role he was responsible for growing both marketing and digital operations.

The new CMO role is part of our continued focus on commercialization and raising our brand awareness in the growing mobility space. As CMO, Meaux will have responsibility in overseeing the strategy, planning and development of Exro’s global marketing strategies. With a background in engineering, Meaux also brings a unique technical expertise to the role. This new position is a consolidation of the Chief Product Officer role which was previously held by Steven Moon. We thank Steven for his work with Exro and wish him the best in his next endeavor.

Richard is a graduate from the University of Florida and holds a Bachelor of Science Degree in Mechanical Engineering and Aerospace Engineering. Additionally, he is a graduate of GE's Commercial Leadership Program and Harvard Business School’s Business Fundamentals program.

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.

See item 2, above, for partnership with Sea Electric. Sea Electric is not a Related Person of the Issuer.

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 various dates in July 2020, a total of 196,067 common shares were issued pursuant to the exercise of warrants.

On July 10, 2020, 11,428,571 Units were issued pursuant to a short-form prospectus offering. Each Unit consists of one common share of the Company (a "Unit Share") and one-half of a common share purchase warrant (each whole common share purchase warrant, a "Warrant"). Each Warrant will entitle the holder

to purchase one common share of the Company (a "Warrant Share") at a price of \$0.90 per Warrant Share for a period of 24 months following the closing of the Offering, subject to certain acceleration rights of the Company.

On July 10, 2020, 571,428 common shares were issued as a corporate finance fee to Gravitas Securities Inc., the sole agent for the Issuer's short-form prospectus financing.

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

None.

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

At the Company's AGM, held July 7, 2020, Sue Ozdemir, the Issuer's CEO, was elected as a director of the Issuer. On July 7, 2020, Jonathan Ritchey did not stand for re-election as a director of the Issuer and ceased to be a director of the Issuer.

Effective July 1, 2020, Torsten Broeer ceased to act as the Company's VP of Engineering. He remains a consultant to the Company.

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

The outbreak of the coronavirus ("COVID-19") pandemic is likely to impact the Issuer's plans and activities. The Issuer may face disruption to operations, supply chain delays, travel and trade restrictions and impact on economic activity in affected countries or regions can be expected and can be difficult to quantify. Such pandemics or diseases represent a serious threat to maintaining a skilled workforce industry and could be a health-care challenge for the Issuer. There can be no assurance that the Issuer's personnel will not be impacted by these pandemic diseases and ultimately that the Issuer would see its workforce productivity reduced or incur increased medical costs/insurance premiums as a result of these health risks. Additional cybersecurity risks exist due to personnel working remotely. In addition, the COVID-19 pandemic has created a dramatic slowdown in the global economy. The duration of the COVID-19 outbreak and the resultant travel restrictions, social distancing, government response actions, business closures and business disruptions, can all have an impact on the Issuer's operations and access to capital. There can be no assurance that the Issuer will not be impacted by adverse consequences that may be brought about by the COVID-19 pandemic on global financial markets, may reduce share prices and financial liquidity and thereby that may severely limit the financing capital available.

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: August 5, 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 July 2020	Date of Report YY/MM/D 20/08/05
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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