

FORM 7

MONTHLY PROGRESS REPORT

Name of CNSX Issuer: **Wedge Energy International Inc.** (the "Issuer").

Trading Symbol: **WEG** _____

Number of Outstanding Listed Securities: **75,751,730** _____

Date: **Nov. 4, 2011 for month of October 2011** _____

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 the CNSX 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 CNSX.ca 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 CNSX 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 October 21, 2011, the Company held a Special Meeting (the "Meeting") at which time the security holders in the Company voted upon the Arrangement and the additional matters set out in the Circular. In connection with the Arrangement, the security holders of the Company voted in favor of the Company to:**

- redeem all of its outstanding convertible notes issued in January 2010 and July 2010, as amended, at a redemption price equal to the principal amount owing pursuant to such notes plus all applicable and unpaid interest thereon up to but excluding the date of the arrangement;
- cancel all of its outstanding warrants;
- cancel all of its outstanding options to purchase shares granted under its stock option plan;
- effect a share consolidation on a 20:1 basis;
- issue new shares in exchange for all of the issued and outstanding shares of UTMI; and
- amalgamate with UTMI (following the share exchange), with the resulting issuer adopting the name “Undur Tolgoi Minerals Inc.”.

Wedge also received approval from the Ontario Securities Commission and the British Columbia Securities Commission for the continuance of the Company under the Business Corporations Act (British Columbia).

The Arrangement approved by Wedge’s securities holders is subject to the completion by the Company of an equity financing of a minimum of \$2,500,000 and maximum \$7,000,000 by means of private placement,

2. Provide a general overview and discussion of the activities of management. Management has been in the process of preparing the amalgamation of Wedge Energy International Inc. and Undur Tolgoi Minerals Inc, pursuant to the plan of arrangement approved by the securityholders on October 21, 2011. Management anticipates the arrangement to be completed by Mid November 2011.
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. **No new activity to report in October. Wedge will acquire mineral exploration property as detailed in the management circular dated September 14, 2011 once the plan of arrangement is completed.**
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. **On October 6, 2011, the Company has assigned its working interest in Kaybob, AB to NAL Resources Limited (“NAL”), in exchange for the Release of \$11,688 owing by Wedge to NAL as well as Wedge being released from all future costs associated with these interests.**
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 in October.**

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 hirings, 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. **On October 17, 2011, the Company announced that four of the holders of the Convertible Notes originally issued on January 26, 2010, exercised their conversion options. The Company issued 10,500,000 shares for the conversion of \$105,000 Convertible Notes.**

On October 25, 2011, the Company announced that four of the holders of the Convertible Notes originally issued on January 26, 2010, had exercised their conversion options. The Company issued 10,500,000 shares for the conversion of \$105,000 Convertible Notes.

The Company will also issue a total of 10,507,338 shares to settle \$105,073 in interest owing and outstanding on the Convertible Notes. The interest shares are issued at a value of \$0.01 per share.

14. Provide details of any securities issued and options or warrants granted. **Refer to 13 above.**
- (1) *State aggregate proceeds and intended allocation of proceeds.*
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. **None with a significant impact on WEG operations.**

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 CNSX 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 CNSX Requirements (as defined in CNSX Policy 1).
4. All of the information in this Form 7 Monthly Progress Report is true.

Dated: November 4, 2011.

Sabino Di Paola
Name of Director or Senior
Officer

Signed "Sabino Di Paola"
Signature

Chief Financial Officer
Official Capacity

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| Issuer Details | | For Month End | Date of Report YY/MM/D |
| Name of Issuer Wedge Energy International Inc. | | October 31, 2011 | 2011/11/04 |
| Issuer Address 100-2746 St. Joseph Blvd. | | | |
| City/Province/Postal Code Orleans, ON K1C 1G5 | | Issuer Fax No. (613) 834-8166 | Issuer Telephone No. (613) 834-7708 |
| Contact Name Danielle Beetham | | Contact Position Assistant | Contact Telephone No. (613) 834-7708 |
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