FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: infinitii ai inc. (the "Issuer")

Trading Symbol: iai

Number of Outstanding Listed Securities: 139,540,003

Date: July 31, 2026

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 Exchange 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 Exchange 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 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.

   Through its reseller relationship with Core & Main, the Issuer has received a purchase order for a 70-site infinitii flowworks sale with a new customer in the State of Florida, the Miami Dade Department of Environmental Resource Management ("DERM").

   DERM's authority and responsibility are rooted in environmental regulation as well as State and Federally mandated legislation. DERM programs are designed to manage air, water and land resources.

   The new DERM contract covers 70 sites throughout Miami Dade County, and the Department has purchased the Issuer's advanced machine learning capabilities – infinitii auto i&i as well as infinitii face pro – in addition to infinitii flowworks.

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

   See item 1 above.

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.

   N/A

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.

   N/A

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.

   The issuer concluded a commercial agreement in July for the usage of new software capabilities involving digital modeling with its longstanding Vancouver-based engineering services partner Kerr Wood Leidal ("KWL").

KWL will be taking advantage of the Issuer's recent capability to provide sophisticated real-time hydraulic modeling integration for KWL's infinitii flowworks clients.

In a recent deployment in the City of Vancouver, KWL has proven that it can use the Issuer's infinitii face pro streaming analytics application for data transformation as a cost-effective substitute for digital twin software to accomplish flood and other flow monitoring forecasting. Operators can see predicted flows at any location in the drainage network, both actual and virtual, not just where sensors are installed.

Because of its strategic value, KWL is paying the Issuer a premium price for virtual sites being monitoring compared to actual sites – based on CPU cycles consumed.

KWL's usage of infinitii face pro suggests a shift in how utilities and their engineering partners can deploy hydraulic models. These models can become continuous operational tools that generate daily predictive capability, and offer the potential for the Issuer's software platform to be perceived as a higher-value strategic asset within the water infrastructure industry.

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.

   See items 1 and 5 above.

9. Describe any new developments or effects on intangible products such as brand names, circulation lists, copyrights, franchises, licenses, patents, software, subscription lists and trademarks.

   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.

N/A

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

N/A

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.

The Issuer's technology capabilities are now considered a part of Physical AI, or Artificial Intelligence that operates in the real world by combining machine learning with sensors and actuators to perceive, reason, and take physical action. The Issuer has been invited to participate in a new webcast series this fall called Physical AI Canada ("PAIC") led by Walter Knitl, formerly the President of AIoT Canada. Each episode of PAIC will be a 15–20 minute pre-recorded visual webcast, incorporating images and examples of a company's technologies and applications and will be made available to the Issuer's customers and prospects as well as to industry policymakers, practitioners and academic researchers.

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 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, 2026

Jean Charles Phaneuf
Name of Director or Senior Officer

"Jean Charles Phaneuf"
Signature

CEO
Official Capacity

Name of Issuer infinitii ai inc.	For Month Ended July 31, 2026	Date of Report August 5, 2026
Issuer Address 1075 West Georgia Street, Suite 1540		
City/Province/Postal Code Vancouver, BC V6E 3C9	Issuer Fax No. N/A	Issuer Telephone No. (778) 379-0275
Contact Name Jean Charles Phaneuf	Contact Position CEO	Contact Telephone No. (778) 379-0275
Contact Email Address jc@infinitii.ai	Web Site Address www.infinitii.ai	