

Monthly Progress Report – August 2010

CNSX Form 7

| CNSX ISSUER | TRADING SYMBOL | NUMBER OF OUTSTANDING SECURITIES | DATE |
|-----------------------------|----------------|----------------------------------|-------------------|
| Glenbriar Technologies Inc. | GTI | 43,247,509 | September 2, 2010 |

Report on Business1. *General Overview and Discussion*

Glenbriar Technologies Inc. (CNSX:GTI) has been a leading provider of Enterprise IT Managed Services, Software and Telephony solutions to some of Canada's largest manufacturing and distribution companies for over 20 years. From its offices in Calgary, Vancouver and Waterloo, Glenbriar's staff of IT professionals manage and support the IT needs of over 250 companies. From its early roots in developing and supporting ERP systems, Glenbriar has branched out to support all things technical under a client's roof, from complete infrastructure and business applications to telephony solutions.

Glenbriar's software activities are conducted through its wholly owned subsidiary, Peartree Software Inc. See www.glenbriar.com for more details.

2. *Activities of Management*

Glenbriar requires additional funds for product rollouts, marketing and sales, strategic acquisitions and bank obligations.

Glenbriar appointed a Marketing Director in July 2010 to establish and grow the sales and marketing function across all branches as the next step in this initiative. The next steps will include the setting up business development positions in each branch who will report to the Marketing Director.

TMB Research commenced research analyst coverage of Glenbriar's stock in July 2010. In its initial report dated July 27, 2010, TMB Research provided a very favourable rating for Glenbriar of 8.5 out of 10 on its Buy Recommendation Index, and a low risk 3.0 rating on its Risk Assessment Index. The full report is online at <http://www.tmbresearch.com/wp-content/uploads/2010/05/Glenbriar-Technologies.pdf> or from the Corporate/Investor Relations section of Glenbriar's website at www.glenbriar.com.

The Canadian Institute of Chartered Accountants (CICA) has been harmonizing Canadian GAAP with International Financial Reporting Standards (IFRS), which will become the new reporting standard for Canadian public companies in 2011. These changes are applied retrospectively, which has major effects on the financial statements from fiscal 2008 through 2011. See the 2010 3rd Quarter Report released in July 2010 and the 2009 Annual Report for details regarding this transition.

3. *New Products or Services Developed or Offered*

IT Services. Glenbriar moved forward on implementation of virtualization projects at an oil and gas company and human resources company, and a complete infrastructure upgrade at a Calgary based non-profit organization in August 2010. New clients were added in Calgary during the month as a result of new marketing and sales initiative commenced in June 2010. This initiative will be expanded to the other locations in the coming months.

Communications. Glenbriar completed the head office installation for a Winnipeg based company in August 2010. 50 additional sites are planned for this client over the next 2 years.

Software. Peartree added 4 new clients in August 2010, including used car dealerships in BC and Ontario, and power sports and RV dealerships in Ontario. These clients are scheduled to be installed in the coming months. A number of additional sales are anticipated in the next few months. Peartree is continuing to train personnel from the group in Cambridge, Ontario that executed an external sales agency agreement in late June 2010.

All of Peartree's Web based customers are now on a standardized release. All products were updated to comply with HST implementation in BC and Ontario effective July 1, 2010. Peartree's software update and client services delivery model have been updated to allow a common service desk platform for both software and IT support. Peartree is also developing a Web portal for a client to allow that client's customers to enter and track their orders online.

Peartree's website for its Dealership product may be viewed at www.peartreedealetership.com, which includes self-guided online demos. In addition, Glenbriar is developing custom Excel forms to automate daily drilling reports for an oil and gas client in Calgary.

4. *Discontinued Products or Services*

Glenbriar did not discontinue any operations in August 2010.

5. *New Business Relationships*

Glenbriar is setting up a limited partnership structure in conjunction with Nottingham Consulting Ltd., an Ontario exempt market dealer as a potential source of financing. Details will be released in the coming months.

6. *Expiry or Termination of Contracts or Financing Arrangements*

Glenbriar's prior revolving credit facility with a chartered bank was termed out in April 2009, with 18 months remaining in the term (current balance – \$192,000). Glenbriar has commenced repayment of a \$65,000 obligation relating to a prior acquisition, and expects to extend similar terms to another \$50,000 portion relating to a separate obligation in the coming months. Payments are based on a 48 month amortization period and 18 month term, subject to accelerated repayment obligations if certain funding levels or capital transactions are entered into prior to the end of the term.

7. *Acquisitions or Dispositions of Assets*

There were no acquisitions or dispositions of significant assets in August 2010.

8. *Acquisition or Loss of Customers*

Glenbriar's new marketing initiative is showing some early signs of success in the Calgary market. This initiative will be expanding to all locations in the coming months. See item 3 above regarding new software clients.

The automotive parts manufacturing industry in North America contracted significantly in the last few years. Certain manufacturers, such as Dana and Edscha, have gone through bankruptcy proceedings in their home countries, resulting in curtailment of their Canadian and US operations. This reduced the demand for

licensing and consulting services from these customers, including Peartree licences. It is expected that these customers will maintain minimal licensing for archival purposes over a few more quarters. Most of Peartree's active clients for its ERP software are no longer in the automotive parts manufacturing industry, and most are actively investing in their infrastructure and have been growing their businesses over the last few years.

9. *New Developments or Effects on Intangible Products or Intellectual Property*

Glenbriar and Peartree implemented continuous improvements in August 2010. Development workflow is being enhanced to include automated testing for quality assurance to make product release and issue response times significantly faster.

10. *Employee Hirings and Terminations*

Glenbriar increased its Calgary technical staff by 2, and one Vancouver support staff member went on maternity leave in August 2010.

11. *Labour Disputes and Resolutions*

This item is not applicable.

12. *Legal Proceedings*

Glenbriar was made party to a legal proceeding in Ontario in February 2010, relating to an alleged wrongful dismissal of an employee who once worked for a company that became a subsidiary of Glenbriar after his dismissal, which subsidiary is now inactive. Management believes Glenbriar has been improperly included in the claim, and that adequate provision has been made in the financial statements regarding any potential liability relating to the proceeding. This Ontario claim has similar facts to an Alberta claim against Glenbriar which was abandoned by a different plaintiff in April 2010.

13. *Indebtedness Incurred or Repaid*

Glenbriar's bank loan balance stood at approximately \$202,000 at August 31, 2010.

14. *Securities Issued and Options or Warrants Granted*

No shares, options or warrants were granted in August 2010, but a treasury share issuance is scheduled to occur in early September 2010 for the employee's contributions to the employee share purchase plan for July 31, August 15 and 31, 2010.

15. *Loans to or by Related Persons*

The Glenbriar management advance was \$320,000 as of August 31, 2010, the same as the previous month.

16. *Changes in Officers, Directors or Committee Members*

There were no changes in officers, directors or committee members in August 2010.

17. *Market, Political and Regulatory Trends Affecting Glenbriar*

The global recession weakened demand in the automotive and recreational vehicle sectors, and led to postponement or cancellation of megaprojects in the energy and mining sectors. All of these areas are more stable than a year ago. Glenbriar and its subsidiaries serve all of these sectors. Glenbriar has experienced lower equipment and software sales as businesses postpone capital purchases and cancel capital investments. Glenbriar seeks to partially offset lower levels with cost reductions and increased emphasis on marketing the total cost of ownership through effective use of its IT Services, Communications and Enterprise Software. IT spending is showing signs of recovery, but is still not back to its 2008 level.

Certificate of Compliance

The undersigned hereby certifies that:

1. The undersigned is a director and 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 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.

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| NAME OF ISSUER Glenbriar Technologies Inc. | | FOR MONTH END August 2010 | DATE OF REPORT YY/MM/DD 2010/09/02 |
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