

## FORM 7

### MONTHLY PROGRESS REPORT

Name of CNQ Issuer: VisionSky Corp. (the "Issuer").

Trading Symbol: VSKY (Common Shares); VSKY.W (Warrants)

Number of Outstanding Listed Securities: VSKY: 17,269,296 VSKY.W: 2,500,000

Date: August 5, 2008

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 CNQ 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 CNQ.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 CNQ 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.

*The Issuer operates its business through the Transdirect LP ("Transdirect"), of which the Issuer is the sole limited partner, and controls the general partner of Transdirect.*

*During July 2008, the Corporation mainly focused on its current operations and continued to be active in maintaining its current ATM sites due to the anticipated increase in activity due to seasonality. The Corporation, working with a third party advisory group whom specializes in the ATM sector, is continuing the process of identifying business acquisition/combination candidates.*

*The Corporation reported on May 7, 2008 that the Alberta Securities Commission ("ASC") has issued a cease trade order ("CTO") for failure to file its annual audited financial statements for the year ending December 31, 2007 pursuant to section 146 of the Securities Act (the Act"). Subsequently, the British Columbia Securities Commission ("BCSC") also issued a CTO and the Ontario Securities Commission ("OSC") issued a temporary CTO.*

*Based on the foregoing, it was ordered by the Alberta Securities Commission under section 33.1 of the Act that trading cease in respect of the securities of Visionsky until further order of the ASC or until the order has been revoked or varied. The BCSC and OSC orders are similar in nature. The CTOs may be satisfied by filing the continuous disclosure materials and making application to the ASC for a revocation order. The continuous disclosure documents were filed May 16, 2008. An application for a revocation order was made to the ASC (BCSC has advised it will follow the ASC decision) on May 19, 2008. To this date of filing, the ASC has now provided comments and a request to fulfill a new policy requirement for personal information forms ("PIFs"). Visionsky has responded to the comments and is preparing new PIFs from its Directors for submission anticipated in early August 2008. It is anticipated that the ASC will advise of the CTO status upon the receipt and review of the PIFs. they have not as yet been able to address the application due to ASC filing backlogs. The temporary OSC CTO lapsed on May 23, 2008 as a result of the Corporations continuous disclosure filing.*

*Although management worked diligently to file the financial statements on a timely basis, it was unable to receive auditors sign off on a timely basis. The auditors sign off occurred on May 16, 2008 and the Corporation filed all the continuous disclosure documents the same day. The reasons for the default, in the view of management, are (a) the appointed auditors were not able to complete their audit on a timely basis due to resource pressures and constraints; and (b) new financial reporting requirements are adding time delays to the usual audit process for the Corporation. As a consequence of the Cease Trade Order, no director, officer or other insider is permitted to buy, sell or otherwise transact in the shares of the Corporation until the annual audited financial statements are filed and the CTO is revoked by the ASC.*

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

*Management's activities were focused on the management and activity as described in paragraph 1 above. Management continues to focus on maintaining its sites in an increasingly competitive environment and continues to be active identifying new ATM sites for potential acquisition. It continues searching for*

*business acquisition/combination candidates with assistance of a third party group with expertise in the ATM sector. The revenue stream from ATM services continues to be stable but subject to seasonal fluctuation.*

2. 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 products or services were developed or offered for the preceding month.*

3. 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.

*No existing products or services were discontinued during the preceding month.*

4. 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 has not made any new significant business relationships in the preceding month other than in the normal ordinary course of business of obtaining single ATM sites.*

5. 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.

*Not applicable for the preceding month. The issuer has commenced discussions with third party agents representing debentureholders, debenture and noteholders regarding the extension of term of certain debentures that expire during the period.*

6. 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.

*Not applicable for the preceding month.*

7. Describe the acquisition of new customers or loss of customers.

*See Note 1 above. Transdirect customers consist of ATM sites under contract. Transdirect as at July 31, 2008, had approximately 181 ATM sites. The reduction in sites from previous months has been a result of working with the switch and removing mainly inactive or bankrupt sites that have been on the switch. New customer sites are obtained by signing new site contracts. Customer sites are lost generally as a result of contracts expiring or being renegotiated, not being*

*renewed or terminated by the site. Occasionally sites are lost due to site bankruptcy or seasonality. In the month of July 2008, one site involuntarily terminated their contract and those sites have been put on notice for potential breaches of contract. Inactive or bankrupt sites were removed from the switch in the normal course of business. Transdirect, will attempt to determine the enforceability of a contract terminated in January 2008 and pursue for damages due to breach of contract, and pursue the potential return of \$30,000 of vault cash funds advanced to a second Saskatchewan site with Saskatchewan legal counsel. The enforcement of the contracts by the Corporation are in the normal course of business.*

8. 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.

*Not applicable.*

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

*The Corporation does not have any employees as corporate personnel are on contract or provide services by agreement.*

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

*Not applicable. See June 2007 Form 7 regarding third party consultant notice of termination.*

11. 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.

*See Note 7 above. The Corporation has also given instruction to its British Columbia legal counsel to prepare a statement of claim against a B.C. ATM site which involuntarily terminated their contract without notice and in the Corporations opinion in breach of a contract it has with the ATM site. Advice on this matter is continuing. Other than as described in note 7 above, there were no other new developments during the month. This action is in the normal course of operating an ATM operation.*

12. Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness.

*Not applicable for the preceding month. See Note 5 above.*

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

Security	Number Issued	Details of Issuance	Use of Proceeds <sup>(1)</sup>

*(1) State aggregate proceeds and intended allocation of proceeds.*

<b><i>Optionee</i></b>	<b><i>No. of Options</i></b>	<b><i>Exercise Price (\$)</i></b>	<b><i>Vesting Period</i></b>	<b><i>Expiry Date</i></b>

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

Not applicable for the preceding month.

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

*No new trends to disclose. Please see the Issuer's Listing Statement filed March 1, 2006 and Annual Audited Financial Statements and MD&A filed on SEDAR for disclosure regarding market trends*

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

Dated: August 5, 2008.

Preston J. Maddin  
Name of Director or Senior  
Officer

Signed "Preston J. Maddin"  
Signature

President & CEO  
Official Capacity

<b><i>Issuer Details</i></b>	For Month End	Date of Report YY/MM/D
Name of Issuer		
VisionSky Corp.	July 31, 2008	08/08/5
Issuer Address		
306, 908-17 <sup>th</sup> Avenue SW		
City/Province/Postal Code	Issuer Fax No.	Issuer Telephone No.
Calgary, Alberta T2T 0A5	(403) 234-9978	(403) 234-9970
Contact Name	Contact Position	Contact Telephone No.
Preston J. Maddin	CEO	(403) 617-0000
Contact Email Address	Web Site Address	
preston@pacificroyalty.com	www.visionsky.com	