

## FORM 7

### MONTHLY PROGRESS REPORT

Name of CNSX Issuer: The Tinley Beverage Company Inc (the "Issuer").

Trading Symbol: TNY

Number of Outstanding Listed Securities: 45,793,813

Date: September 6, 2016

#### 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 August 8, 2016, the Company announced the appointment of Mr. Ted Zittell to its Board of Directors. The Company issued 350,000 stock options to Mr. Zittell. Each Option is exercisable into Common Shares at a price of \$ 0.08 per Common Share for a period of 5 years, expiring on August 8, 2021. The Options vest in increments over 18 months.**

**On August 23, 2016, the Company invited members of the media and public to taste its flagship "Hemplify" products at Vintage Grocers' Trancas Country Market location on Saturday, August 27, 2016.**

**On August 29, 2016, the Company provided an update on its sales and operations. The Company announced the launch of its web store at [www.drinkhemplify.com](http://www.drinkhemplify.com) and the listing of its flagship "Hemplify" product for sale on Amazon.com. The Company initiated the buildout of an affiliate marketing program with a Denver-based agency and has grown its Instagram and other social media followings, both in support of its online sales strategy.**

**In the same press release of August 29, 2016, the Company also announced:**

- **Completing a series of production runs to test shelf stability and other facets of the Company's beverage and distribution operations;**
- **Incurring several startup and/or non-recurring expenses related to developing and scaling production of its products; and**
- **Initiating partnership discussions with several licensed cannabis producers in several US states and Canada.**

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

**The issuer is primarily focused on hemp-infused beverages and supplements. The Company uses a patent-produced procedure to manufacture a liquid supplement containing certifiable phytoconstituent-rich hemp oil. The Company is producing its products in California and is focusing distribution on key markets throughout the West Coast.**

**In this regard, among other duties, management has been undertaking the following:**

- **working with TMS to develop and implement manufacturing processes and a scaled distribution platform**
- **further developing its social media content and user following**
- **continuing to generate orders from “brick and mortar” retailers and online stores**
- **recruitment of personnel**
- **continuing development of the sleep and relaxation versions of its products**

**The Company is producing its products with a large-scale contract manufacturer. The Issuer has been pursuing an aggressive sales and distribution plan to place the beverages in stores.**

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.

**The Company successfully produced and is ready to ship two flavors of its flagship “Hemplify” product.**

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.

**None.**

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.

**None.**

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.

**None.**

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.

<b>Security</b>	<b>Number Issued</b>	<b>Details of Issuance</b>	<b>Use of Proceeds<sup>(1)</sup></b>
Options	350,000	Issued on August 4, 2016 at an exercise price of \$0.08 per Option.	N/A

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

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

**None.**

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

**Ted Zittell joined the Board of Directors on August 8, 2016.**

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

**The Company has seen an increasing number of mainstream stores carrying hemp oil products and has encountered two companies that have developed drinkable hemp oil products. The Company's hemp oil business involves certain risks and uncertainties that are inherent to the Company's industry. Please refer to the "Risk Factors" section of the Listing Statement filed on January 27, 2016 on SEDAR and available at [www.sedar.com](http://www.sedar.com).**

## 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 **September 6, 2016.**

Jeffrey Maser  
Name of Director or Senior Officer

"Jeffrey Maser"  
Signature

CEO  
Official Capacity

<b>Issuer Details</b> Name of Issuer <b>The Tinley Beverage Company Inc.</b>	For Quarter Ended	Date of Report YY/MM/D <b>2016/09/06</b>
Issuer Address <b>77 King Street West, Suite 2905</b>		
City/Province/Postal Code <b>Toronto, ON M5K 1H1</b>	Issuer Fax No. ( )	Issuer Telephone No. ( <b>416</b> ) <b>482-5877</b>
Contact Name <b>Jeffrey Maser</b>	Contact Position <b>Director/ CEO</b>	Contact Telephone No. <b>416-482-5877</b>
Contact Email Address <a href="mailto:jeff@drinktinley.com">jeff@drinktinley.com</a>	Web Site Address <a href="http://www.drinkhemplify.com">www.drinkhemplify.com</a>	