

## FORM 7

### MONTHLY PROGRESS REPORT

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

Trading Symbol: TNY

Number of Outstanding Listed Securities: 85,135,286

Date: March 31, 2018

#### **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.

**In a press release dated March 1, 2018, the Company announced that it has completed production of a new batch of Hemplify with updated flavours and packaging. The Company provided an update on the roll-out of its products to existing stores, replenishment of old product with newly produced versions at these stores and that it has reopened its web store.**

**In a press release dated March 5, 2018, the Company announced that its common shares have qualified to trade on the OTCQX Best Market. The shares began trading on the same date on OTCQX under the symbol "TNYBF".**

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

**The Issuer is focused on hemp-infused and cannabis-infused beverages and supplements. Such products include alcohol-free, cannabis-infused, beverage alcohol-inspired products, as well as a line of vegan, sugar-free hemp extract CBD beverages and supplements. The Company is producing and selling its products in California, with certain online distributions wherever permitted.**

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

- **Working with its bottling consultants to develop and implement manufacturing processes, equipment design and scaled distribution platforms in Coachella Valley and Long Beach, California**
- **Brokered financing with Canaccord and Gravitass**
- **Producing initial, limited batches of cannabis-infused beverages, primarily for testing and supply chain development**
- **Continuing to generate direct orders from "brick and mortar" retailers and online stores**

- **Further developing its social media content to grow brand and product awareness**
  - **Recruiting production personnel**
  - **Branding and business development partnership discussions**
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.
- Initial, limited batches of cannabis-infused margarita beverages were produced, primarily for testing and supply chain development. The product nature are consistent with prior disclosures.**
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 noted.**
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 noted.**
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 noted.**
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 noted.**

8. Describe the acquisition of new customers or loss of customers.  
**None noted.**
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 noted.**
10. Report on any employee hirings, terminations or lay-offs with details of anticipated length of lay-offs.  
**Hired full-time production manager.**
11. Report on any labour disputes and resolutions of those disputes if applicable.  
**None noted.**
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 noted.**
13. Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness.  
**None noted.**
14. Provide details of any securities issued and options or warrants granted.
- | Security      | Number Issued | Details of Issuance  | Use of Proceeds <sup>(1)</sup>         |
|---------------|---------------|----------------------|--|
| Common shares | 165,000       | Exercise of warrants | \$41,250; for working capital purposes |
- (1) State aggregate proceeds and intended allocation of proceeds.*
15. Provide details of any loans to or by Related Persons.  
**None noted.**
16. Provide details of any changes in directors, officers or committee members.  
**None noted.**

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 several companies that have developed drinkable hemp oil products. The Company is also monitoring developments as a result of new cannabis regulations that came into effect in California on January 1, 2018. The Company's business involves certain risks and uncertainties that are inherent to the Company's industry. Please refer to the "Risk Factors" section of the Management's Discussion and Analysis filed in the Company's quarterly financial statements.**

## 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 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 April 5, 2018.

Jeffrey Maser  
Name of Director or Senior  
Officer

"Jeffrey Maser"  
Signature  
Chief Executive Officer  
Official Capacity

<b>Issuer Details</b> Name of Issuer  The Tinley Beverage Company Inc.	For Month End March 31, 2018	Date of Report YY/MM/DD  18/04/06
Issuer Address  77 King Street West, Suite 2905		
City/Province/Postal Code  Toronto, ON, M5K 1H1	Issuer Fax No. (   )	Issuer Telephone No. (416) 402-3365
Contact Name  Jeffrey Maser	Contact Position Director/CEO	Contact Telephone No. (416) 402-3365
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