

ORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: LIHT CANNABIS CORP. (the "Issuer" or "Liht" or "the Company").

Trading Symbol: LIHT

Number of Outstanding Listed Securities: 244,659,132

Date: April 5, 2019

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.

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.

Las Vegas

- (a) On March 6, 2019, the Company announced that the Nevada Department of Taxation confirmed on February 11, 2019, that it was in receipt of, and has resumed its review of the Company's application for a distribution license.
- (b) On March 12, 2019, the Company announced that it has entered into a Letter of Intent with Trackloop Analytics Corp. for the purpose of testing and implementing Trackloop's technology in its Nevada cannabis operations. Trackloop's real-time tracking software will be used by the company to monitor the movement of inventory throughout the supply chain, providing a higher level of transparency for temperature monitoring, real-time recording of pickup/drop-off, location tracking and full integration with existing inventory management, and other enterprise resource planning (ERP) solutions

Washington

- (c) On March 19, 2019, the Company announced that it has secured a one-year, 15% \$1.9-million (U.S.) bridge financing loan maturing April 1, 2020. The loan proceeds were used to purchase 13.8 acres of land with a 28,000-square-foot facility and additional buildings located in Lynden, Washington, for \$4.2-million (U.S.).

As previously announced on January 2, 2019, Liht is actively negotiating the definitive agreements with Canabiz Systems Inc. ("Canabiz"). Canabiz has the rights to a biospherical system providing cannabis cultivators with a low-cost operating model while maximizing cultivation canopy through vertical stacking.

Canabiz will pay for the equipment and tenant improvements required for the Company's tenant, Alphapheno LLC, a Tier 3 licence holder with unlimited processing ability. This means the tenant is able to buy cannabis supply from the Washington market and process it into a variety of products that include, but are not limited to, extracts/oils, edibles and pre-rolled cannabis products. Upon signing of the definitive agreements, it is estimated the 28,000-square-foot facility will be scheduled for completion in approximately three to six months subject to regulatory approvals.

California

- (d) On March 13, 2019, the Company announced it has entered into a Letter of Intent dated March 5, 2019 to partner with Colorado-based Cannabis One Holdings Inc. ("Cannabis One"), to bring Cannabis One's popular retail concept, The Joint, to California for the first time. Cannabis One will acquire a majority ownership in the Company's California licence holder, 420 Express Delivery Inc., which operates Green Leaf Wellness, a dispensary located in the Coachella Valley of California.

Following the closing of the transaction, it is the intention of the parties to rebrand the operating entity, Green Leaf Wellness, under the banner of Cannabis One's retail concept The Joint.

Financing

- (e) On March 25, 2019, the Company announced that it closed a non-brokered private placement of 2,125,000 units at a price of \$0.20 per unit for gross proceeds of \$425,000. Each unit consists of one common share and one common share purchase warrant, with each warrant entitling the holder to acquire one additional share at a price of \$0.35 per share for a period of 18 months, expiring on September 26, 2020.
- (f) On March 1, 2019, the Company announced that it extended the expiry dates of 1,613,075 warrants and 1,980,909 warrants exercisable at a price of \$0.8 per share, to March 16, 2020 and April 2, 2020, respectively.

Board and Management Changes

- (g) On March 1, 2019, the Company announced that Effective March 1, 2019, Corey Klassen resigned as a director of the Issuer. Mr. Klassen remained a consultant to the Issuer.
- (h) On March 14, 2019, the Company announced that Linda Sampson temporarily withdrew as a director and officer effective immediately, and Mr. Marcel LeBlanc was appointed as Independent Director and Chairman of the Board of Liht.
- (i) On March 21, 2019, the Company announced the appointment of Mr. Hanspaul Pannu as President, and Ms. Nilda Rivera as Chief Financial Officer effective April 1, 2019.

Claims

- (j) Liht responded to a claim made against the Company by Veritas Pharma Inc. ("Veritas"). On March 4, 2019, Veritas filed a notice of claim against the Company for recovery of a \$1 million loan. The Issuer announced that on October 13, 2018, the terms of the loan repayment have been settled and that Veritas has reneged on the repayment terms.

The Company will be filing a response to the notice of claim filed by Veritas.

Please see the Issuer's news release dated March 11, 2019, for a full discussion of the history of the transaction.

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

See Item 1.

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.

None

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.

See Items 1(b) and 1(d) above. Completion of these proposed transactions are subject to due diligence and execution of definitive agreements. The transactions are arm's length transactions.

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.

See Item 1(d) above. Completion of the proposed transaction is subject to due diligence and execution of a definitive agreement. The proposed partial disposition of asset is an arm's length transaction.

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.
- The Company completed a reorganization as follows:
- Promoted CFO to President
 - Appointed a new CFO and Corporate Secretary
 - Hired a Corporate Controller
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.
- On March 4, 2019, a Notice of Claim has been filed in the Supreme Court of British Columbia against the Company by Veritas for the sum of \$1 million, being an amount due by the Company to Veritas pursuant to a loan without confirmed terms.
- See Item 1(j) above.
13. Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness.
- On March 14, 2019, the Company obtained a one-year, 15% \$1.9 million (U.S.) loan maturing April 1, 2020. The terms of the financing are monthly blended principal and interest payments of \$52,878 (U.S.) due on the first of the month starting May 1, 2019. If the principal outstanding is not paid in full on April 1, 2020, the loan can be extended for six months for a 2-per-cent extension fee on the face value of principal extended. On closing of the transaction, the Company paid lending and broker fees of \$78,000 (U.S.).
- See Item 1(c) above.
14. Provide details of any securities issued and options or warrants granted.

Security	Number Issued	Details of Issuance	Use of Proceeds⁽¹⁾
Common shares	1,500,000	Consideration for services	No cash proceeds
Common shares	1,383,000	Conversion of debenture	No cash proceeds
Common shares	5,000,000	Consideration for consulting services	No cash proceeds
Common Shares	2,125,000	Private Placement	\$425,000 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

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

Board and Management Changes:

- Marcel LeBlanc appointed as Independent Director and Chairman of the Board
- Linda Sampson resigned as a Director
- Corey Klassen resigned as a Director
- Hanspaul Pannu appointed as President
- Nilda Rivera appointed as Chief Financial Officer

See Items 1(g), 1(h), and 1(i).

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

None

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 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, 2019.

Nilda Rivera
Name of Director or Senior Officer

"Nilda Rivera"
Signature

CFO
Official Capacity

<i>Issuer Details</i> Name of Issuer Liht Cannabis Corp.	For Month End March 2019	Date of Report YY/MM/D 19/04/5
Issuer Address 102-1561 Sutherland Avenue		
City/Province/Postal Code Kelowna, BC V1Y 5Y7	Issuer Fax No. () N/A	Issuer Telephone No. 1 (877) 438-5448
Contact Name Nilda Rivera	Contact Position CFO	Contact Telephone No. 1 (877) 438-5448
Contact Email Address nilda@lihtcannabis.com	Web Site Address Kelowna, BC V1Y 5Y7	