

FORM 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: 247,875,997

Date: June 4, 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.
 - (a) On May 6, 2019, the Company announced that it has filed a counterclaim in the British Columbia Supreme Court against Veritas Pharma Inc. alleging, among other things, that the Company and Veritas entered into a loan agreement for repayment of the \$1,000,000 loan. The Company alleges that the terms of the agreement include, among other things, a repayment of the loan by making a cash payment of \$100,000 to Veritas and assigning the Issuer's interest in the asset purchase agreement to acquire a marijuana production operation in Washington State.
 - (b) On May 13, 2019, the Company announced that it has commenced its first commercial sales of recreational cannabis in the state of Nevada. Additionally, the Company closed the first tranche of a non-brokered private placement of secured Convertible Debentures for gross proceeds of C\$250,000. The Debentures mature on May 8, 2021 and bear interest at a rate of 10% per annum, payable on the earlier of the maturity date or upon conversion of the Debenture.

The Debentures (including any accrued and unpaid interests) are convertible at the option of the holder into units of the Company (each, a "Unit") at a conversion price of C\$0.20 per Unit. Each Unit consists of one (1) common share of the Company (a "Common Share") and one (1) Common Share purchase warrant of the Company (a "Warrant"), with each Warrant entitling the holder thereof to purchase one (1) Common Share of the Company at an exercise price of C\$0.35 per share for a period of eighteen (18) months.

- (c) On May 23, 2019, the Company announced that it has executed a Letter of Intent with ACC Group of Companies ("ACC") dated April 17, 2019, to acquire all or substantially all of the equity interests of ACC, a Nevada-based group of companies licensed for cannabis cultivation. The Company anticipates the execution of a definitive agreement on or prior to June 15, 2019, with the closing of the transaction anticipated to follow shortly thereafter.

Pursuant to the terms of the Agreement, Liht shall, prior to the Closing, consolidate its common shares on a four (4) to one (1) basis and complete a change in name to "Citation Growth Corp."

Upon closing, it is proposed that the Company will issue an aggregate 35,000,000 post-consolidation shares to the former securityholders of ACC, which amount shall be inclusive of approximately 11,500,000 post-consolidation shares issuable upon the conversion of the assumed ACC convertible notes as described below.

The Company will be assuming the outstanding principal amount of ACC's US\$15,000,000 convertible notes convertible into 11,500,000 post-consolidation units of the Company. On conversion, the Company will also issue approximately 11,500,000 post-consolidation share purchase warrants exercisable at C\$2.50 per post-consolidation share for a period of twenty-four (24) months following the closing. The warrants will contain an acceleration provision such that in the event the volume weighted average trading price of the post-consolidation shares on the CSE is greater than C\$3.50 for a period of ten (10) consecutive trading days, the Company may, upon providing notice to the warrant holders, accelerate the expiry of the warrants to a period that is thirty (30) days from the date such notice is given.

All consideration shares (including post-consolidation shares issuable upon the exercise of the warrants) will be subject to three (3) year escrow provisions. All other consideration shares including any shares issued in exchange for outstanding convertible securities in ACC, shall be subject to a four (4) month resale restriction.

Additionally, the Company and ACC will negotiate in good faith to implement a management incentive plan allowing for the issuance of up to US\$10,000,000 in post-consolidation shares, based upon the achievement of certain performance milestones for each its Canadian and United States ("US") operations.

Concurrent with the closing of the proposed transaction, the Company has agreed to undertake an equity financing of up to US\$10MM, along with a potential debt financing of up to US\$17MM secured against the Company's North Las Vegas assets. Further, the Company and ACC may elect to jointly pursue an additional unsecured non-dilutive debt financing of up to US\$7MM, for further development of ACC's Pahrump, Nevada licensed assets.

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.

See 1(b) above. Products sold include dried trimmed flower and pre-rolls.

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 Item 1(c) regarding a proposed business acquisition. The proposed acquisition is an arm's length transaction.

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.

No new claims and litigations. Please see item 1(a) above regarding an update to previously disclosed claim.

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.

Security	Number Issued	Details of Issuance	Use of Proceeds⁽¹⁾
Common shares	297,666	Consideration for services	No cash proceeds
Common shares	262,266	Conversion of debenture	No cash proceeds
Warrants	250,000	Conversion of debenture	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.

None

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 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 Jun 4, 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 May 2019	Date of Report YY/MM/D 19/06/04
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 ext. 702
Contact Name Nilda Rivera	Contact Position CFO	Contact Telephone No. 1-877-438-5448 ext. 702
Contact Email Address nilda@lihtcannabis.com	Web Site Address Kelowna, BC V1Y 5Y7	