

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: IONIC BRANDS CORP. (the "Issuer" or the "Company").

Trading Symbol: IONC

Number of Outstanding Listed Securities: 165,314,389 as of February 29, 2020.

Date: March 5, 2020 (for the month of February 2020)

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 March 22, 2019, Ionic Brands Corp. (formerly Zara Resources Inc.) ("Ionic Brands" or the "Company") completed the reverse acquisition of Blacklist Holdings Inc. The Company commenced trading under its new name Ionic Brands Corp. and ticker symbol "IONC" on April 22, 2018.

IONIC BRANDS is a cannabis holdings company based in Washington State, led by a team of successful entrepreneurs. The Company is focused on building a multi-state consumer-focused cannabis concentrate brand portfolio focusing on the premium and luxury segments of the market. The cornerstone brand of the portfolio, IONIC, is one of the top vaporizer brands in Washington State. The Company has aggressively expanded throughout the west coast of the United States. IONIC is currently operating in Washington and Oregon, and has distribution licensing for edibles in Illinois. IONIC BRANDS strategy is to be the leader in the highest-value segments of the cannabis market and to expand nationally.

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

See No. 1 above.

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 to report

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.

Depletion of ending inventory in the California market, which was suspended in November 2019, is still being followed into March for liquidation of all remaining inventory and final closure/collection from all affiliates.

5. Describe any new business relationships entered 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.

Under the letter of intent ("LOI") to acquire Western Washington Agriculture ("WWAG") as previously announced on April 2, 2019, negotiations for the purchase of the "Dabulous" brand name product and production equipment is near completion.

Production output by new co-licensor for manufacturing edible products has been delayed by slower regulatory test results and bottleneck in processing completed products back to Ionic for sale.

Scoping and planning of new manufacturing location in WA is making good progress. Review of utilities in existing, pre-approved space for production and build-out of lab has been determined and planning of equipment moves will be scheduled out; however, working with city/state regulatory entities will dictate final completion anticipated April to May.

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 to report.

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.

The December 2019 termination agreement with VVGN was concluded in February, including return of stock to treasury, return of physical assets and final receipt of cash instalments.

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

Have officially transitioned with former Oregon manufacturer/distributor under new ownership and commenced production. Sales progress is underway to relaunch IONIC BRANDS products to the market in March.

Meetings with RSO GO PRODUCTS with same Oregon manufacturer/distributor are underway to install systems and forecast production/sales activities in WA for March implementation.

Negotiations for licensing to manufacture and distribute in the State of Nevada is ongoing to return IONIC BRANDS back to the market in March.

9. Describe any new developments or effects on intangible products such as brand names, circulation lists, copyrights, franchises, licenses, patents, software, subscription lists and trademarks.

Patents for Nutrients PODs is ongoing, alongside new conversations for AMINO seeds and consideration of pre- and post-work out protein formulas and possible CBD fusion.

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

Staffing activity in February included two resignations and two terminations, with staff replacement under ordinary course of business.

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

None to report

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 to report

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

Special shareholders/debtors meeting in February was successful. Shareholders voted to pass repricing of corporate debt, and debenture/warrant debt holders agreed to restructure debt to equity options to help improve liquidity for budgeting and cash flow planning.

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

None to report.

Security	Number Issued	Details of Issuance	Use of Proceeds (1)

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

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

None to report.

16. Provide details of any changes in directors, officers or committee members.
- Christian Vara was ratified by the Board of Directors on February 25 to fill the 7th seat voided by resignation of CSO & President Andrew Schell.
17. Discuss any trends which are likely to impact the Issuer including trends in the Issuer's market(s) or political/regulatory trends.
- Uncertainty of ongoing changes in laws, rules and regulations related to Cannabis in the markets in which the Company operates.

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 March 5, 2020.

Daniel Devlin
Name of Director or Senior
Officer

/s/ Daniel Devlin
Signature

Interim Chief Financial Officer
Official Capacity

Issuer Details Name of Issuer IONIC Brands Corp.		For Month End February 29, 2020	Date of Report YY/MM/D 2020/3/5
Issuer Address Suite 300, 1142 Broadway			
City/Province/Postal Code Tacoma, WA, 98402		Issuer Fax No. N/A	Issuer Telephone No.253.248.7920
Contact Name Daniel Devlin		Contact Position Interim CFO	Contact Telephone No. 253-732-2869
Contact Email Address dan.devlin@ionicbrands.com		Web Site Address www.ionicbrands.com	