

FORM 7

MONTHLY PROGRESS REPORT

Name of CNSX Issuer: **PAC ROOTS CANNABIS CORP.** (the "Issuer").

Trading Symbol: **"PACR"**

Number of Outstanding Listed Securities: **63,832,966**

Date: **May 5, 2020**

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 the CNSX 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 CNSX.ca 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 CNSX Policies. The discussion in this report must be factual, balanced and non-promotional.

General Instructions

- (a) Prepare this Monthly Progress Report using the format set out below. The sequence of questions must not be altered nor should questions be omitted or left unanswered. The answers to the items must be in narrative form. State when the answer to any item is negative or not applicable to the Issuer. The title to each item must precede the answer.
- (b) The term "Issuer" includes the Issuer and any of its subsidiaries.
- (c) Terms used and not defined in this form are defined or interpreted in Policy 1 – Interpretation and General Provisions.

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 April 29th, 2020 the Company announced that, further to its press releases dated March 15, 2018, June 8, 2018, July 12, 2018, July 18, 2018, January 18, 2019, April 5, 2019, April 11, 2019, June 7, 2019, August 15, 2019, that it has completed its previously announced acquisition of an application for a licence under the Cannabis Act (Canada), indirectly through the acquisition of 1157630 B.C. Ltd. (the "Acquisition") as well as

the licensing arrangement with Phenome One Corp. (“Phenome”), a private held full service live genetic cannabis company. The Company has also changed its name from Mountain Lake Minerals Inc. to “Pac Roots Cannabis Corp.”. The Company commenced trading on the Canadian Securities Exchange (“CSE”) on May 4, 2020 under the symbol “PACR”.

ACQUISITION: As previously announced, under the provisions of the Acquisition, the Company acquired all of the issued and outstanding securities of 1157630 B.C. Ltd. (the “Target”) in consideration of the issuance of 40,000,000 common shares of the Company (the “Payment Shares”). The Target is now a wholly owned subsidiary of the Company. All of the Payment Shares are subject to escrow pursuant to the policies of the CSE and will be released from escrow based on the passage of time, such that 10% of the securities were released on closing and the balance will be released in six equal tranches of 15% every six months thereafter. An additional, 3,383,333 common shares were issued to a historical owner of the Target’s wholly owned subsidiary, Go Green Medicinal Marijuana Ltd. (“Go Green”), which common shares are subject to resale restrictions expiring on August 29, 2020.

Go Green holds an application for a license under the Cannabis Act (Canada) which has successfully advanced through the review and security clearance stages of the license application process and expects to complete the pre-licensing and approval process following the submission of its security and video evidence package in Q2 2020, following which Go Green expects it would be issued its license. Go Green has a 12,000 square foot indoor growing facility in Lake Country, British Columbia. Go Green has nearly completed an expansion on the facility which will increase its size to 22,000 square feet.

Upon the completion of the closing of the Acquisition, the Company issued 200,000 common shares to Matthew McGill pursuant to a finder’s fee agreement dated June 6, 2018 (the “Finder’s Fee Agreement”) entered into in association with the Acquisition. These shares are subject to a hold period under securities laws ending on August 29, 2020 and are also held in escrow on the same terms as the Payment Shares. Mr. McGill is a director of the Company and thus a related party to the Company. At the time the Finder’s Fee Agreement was executed however, Mr. McGill was not associated with the Issuer and as a result the Finder’s Fee Agreement and the issuance of the common shares thereunder does not constitute a ‘related party transaction’ pursuant to Multilateral Instrument 61-101 – Protection of Minority Securityholders in Special Transactions.

PHENOME ONE LICENSE: The Company entered into a genetic licensing royalty agreement dated April 8, 2019, as amended (the “Licensing Agreement”) with Phenome. The Licensing Agreement provides the Company with full access to Phenome’s entire library of cultivars as well as access to Phenome’s farming intellectual property (“IP”). The Company will also be granted unlimited access to Norstar Nutrients’ (“Norstar”) proprietary nutrient IP and catalogue.

In consideration for the rights granted to the Company under the Licensing Agreement, the Company will pay an aggregate of \$250,000 in cash and issue an aggregate of 10,000,000 common shares in the capital of the Company to Phenome over a 30-month period, of which 2,500,000 common shares were issued upon closing.

The Company will also make non-refundable, non-creditable royalty payments to Phenome equal to five percent (5%) of gross sales of products. The Company will acquire a 50% interest in all hybrid cultivars generated from the extensive selective breeding program at the Lake Country facility.

PRIVATE PLACEMENT: In connection with the closing of Acquisition and License, the Company completed a non-brokered private placement (the "Placement") generating aggregate gross proceeds of \$1,650,000 through the issuance of 5,500,004 units at a price of \$0.30 per unit (each a "Unit").

Each Unit comprised one common share of the Company and one share purchase warrant entitling the holder to acquire one additional common shares of the Company at an exercise price of \$0.50 per share until April 28, 2022.

Finder's fees of \$63,906.49 were paid to registrants along with the issuance of 213,022 finder's warrants on the same terms as the warrants forming part of the Units.

All of the securities issued in the Placement are subject to resale restrictions expiring on August 29, 2020.

Two directors of the Company participated directly and indirectly in the Placement acquiring an aggregate of 378,850 Units on the same basis as other subscribers. The participation in the placement by insiders of the Company constitutes a "related party transaction" as such term is defined under Multilateral Instrument 61-101 - Protection of Minority Security Holders in Special Transactions ("MI 61-101"). The Company is relying on exemptions from the formal valuation and minority approval requirements under MI 61-101. The Company relied on Section 5.5(a) of MI 61-101 for an exemption from the formal valuation requirement and Section 5.7(1)(a) of MI 61-101 for an exemption from the minority shareholder approval requirement of MI 61-101 as the fair market value of the Placement in so far as the Placement involved interested parties did not exceed 25% of the Company's market capitalization.

CAPITALIZATION: Following completion of the Acquisition, the Company now has 63,832,966 issued and outstanding common shares.

The Company also advises that it has extended the terms of 6,914,333 currently existing warrants exercisable at \$0.50 per share expiring on dates ranging from March 29, 2020 to August 16, 2020 to April 28, 2021.

Following the completion of the Placement, the Company has an aggregate of 12,627,355 warrants outstanding all exercisable at a price of \$0.50 per share.

CHANGES TO BOARD AND MANAGEMENT: Following the completion of the Acquisition, Paul Smith resigned as President, Chief Executive Officer and Chief Financial Officer of the Company and as director.

Patrick Elliott, a founder of the Target has been appointed as the Company's President and CEO and a director and William Fleming has been appointed as the Company's Chief Financial Officer and Corporate Secretary.

The Company's board of directors now comprises, Patrick Elliott, Marc Geen, Matthew McGill and William Fleming.

UPDATE ON PROPOSED SPIN-OFF OF MINING ASSETS: Pursuant to the arrangement agreement dated June 5, 2018 (the “Arrangement Agreement”) between the Company and its wholly owned subsidiary, 1167343 B.C. Ltd. (“Newco”), the Company will complete a plan of arrangement under the Business Corporations Act (British Columbia) (the “Arrangement”) which will result in the transfer of its interests in existing mineral properties along with \$1,000,000 in cash, less advances previously made by the Company to Newco of \$450,000, in exchange for the issuance of common shares of Newco on the basis of one common shares of Newco for each common share of the Company held. Newco also currently holds the Highfield property, located in Nova Scotia. The Arrangement was approved by the Company’s shareholders on August 8, 2019 and received the final approval of the British Columbia Supreme Court on August 12, 2019.

The Company has determined to fix April 28, 2020 as the record date (the “Record Date”) for the proposed distribution of Newco shares. The Company will provide a further update on the proposed effective date of the Arrangement and distribution of the Newco shares in a subsequent press release.

ADDITIONAL DETAILS: Details of the Acquisition and the License are contained in the Company’s listing statement dated April 28, 2020 which will be filed on the Company’s profile on www.sedar.com and the website of the CSE at www.thecse.com.

FILING OF Q4 2019 FINANCIAL STATEMENTS; EXTENSION FOR Q1 2020: Further to the Company’s press release dated March 30, 2020, the Company is pleased to advise it has now filed its audited annual financial statements and associated management’s discussion and analysis (“MD&A”) for the year ended November 30, 2019.

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

Management continued to focus on matters related to the final completion of the Acquisition and related concurrent financing.

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.

None to report.

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 to report.

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 either from, or if the disposition was to a Related Person of the Issuer, and provide details of the relationship.

None to report.

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

None to report.

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.

Mountain Lake Minerals Inc. changed its name on April 29, 2020 to Pac Roots Cannabis Corp. The Company is also changing its business activities from mineral resource exploration to cannabis cultivation and retail. The Company completed the transactions contemplated by the License Agreement, as described in #1 above.

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

None to report.

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.

None to report.

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

| Security | Number Issued | Details of Issuance | Use of Proceeds ⁽¹⁾ |
|---------------|---------------|---|--|
| Common Shares | 43,383,333 | \$0.30 (deemed) issued as the consideration pursuant to the Acquisition | Completion of the Acquisition (non-cash) |
| Common Shares | 2,500,000 | \$0.30 (deemed) issued to Phenome One Corp. | Completion of Licensing Agreement (non-cash) |
| Common Shares | 200,000 | \$0.30 (deemed) issued as a finder's fee | Finder's Fee payable in connection with the Acquisition (non-cash) |
| Common Shares | 5,500,004 | \$0.30 per unit in private placement completed concurrently with the Acquisition. | See the Issuer's listing statement dated April 28, 2020 |
| Options | None | n/a | n/a |
| Warrants | 5,500,004 | \$0.50 exercise price (forming part of the units in the private placement above) | n/a |
| Warrants | 213,022 | \$0.50 exercise price (finder's warrants issued in connection with private placement) | n/a |

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.

Following the acquisition, Paul K. Smith resigned as President, Chief Executive Officer and Chief Financial Officer of the Company and as Director.

Patrick Elliott, a founder of the Target has been appointed as the Company's President and CEO and a director and William Fleming has been appointed as the Company's Chief Financial Officer and Corporate Secretary.

The Company's board of directors now comprises Patrick Elliott, Marc Green, Matthew McGill and William Fleming.

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

None to report.

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 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 May 5, 2020.

Patrick Elliott

Name of Director or Senior Officer

Signature

/s/ "Patrick Elliott "

President, CEO & Director

Official Capacity

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| <i>Issuer Details</i> | For Month Ending | Date of Report |
| Name of Issuer | April 30, 2020 | YY/MM/D 20/05/05 |
| PAC ROOTS CANNABIS CORP. | | |
| Issuer Address | | |
| Suite 300-1055 West Hasting Street | | |
| City/Province/Postal Code | Issuer Fax No. | Issuer Telephone No. |
| Vancouver, B.C., V6E 2E9 | NIL | (604)-609-6171 |
| Contact Name | Contact Position | Contact Telephone No. |
| Patrick Elliott | President & CEO | (604)-609-6171 |
| Contact Email Address | Web Site Address | |
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