FORM 7  
  
MONTHLY PROGRESS REPORT

Name of Listed Issuer: **Benchmark Botanics Inc.** (the “Issuer”).

Trading Symbol: **BBT**

Number of Outstanding Listed Securities: 203,612,218

Date: **October 5, 2021**

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 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.

**General Instructions**

1. 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.
2. The term “Issuer” includes the Issuer and any of its subsidiaries.
3. 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.

**The Company, through its wholly owned subsidiary Potanicals Green Growers Inc. (“Potenicals”), cultivates and harvests cannabis at its indoor** **Peachland Cannabis Complex.**

**The Company has received a sales license from Health Canada, effective July 26, 2019. The license allows Benchmark to supply and sell finished cannabis products to provincial governments throughout Canada and through Canada’s distribution and retail supply chain. Benchmark will be providing recreational and medical dried cannabis.**

**On August 23, 2021, the Company announced the layoff of three employees from its Peachland facility. The result of this layoff is that Peachland will temporarily cease all cultivation and harvesting activities and seek to generate revenue by processing and selling cannabis purchased from other licensed cannabis producers. Restarting cultivation and harvesting activities in Peachland will be contingent, in part, on the Company obtaining the necessary financing to be able to fund the Peachland operations.**

**The Company has received its second cultivation license, effective November 29, 2019, from Health Canada for the Company’s joint venture greenhouse operations located in Pitt Meadows, BC.**

**Pitt Meadows Greenhouse site is now fully licensed by Health Canada to possess cannabis, obtain dried cannabis, fresh cannabis, cannabis plants or cannabis plant seeds by cultivating, propagating and harvesting cannabis; and to sell cannabis in accordance with subsection 11(5) of the Cannabis Regulations. This license allows the Company to immediately begin cultivating activities at its Pitt Meadows Greenhouse Operations.**

**On August 17, 2020, the Company entered into an** **agreement with a third party to assist with the cultivation activities associated with an estimated 12,000 sq ft of space within the Pitt Meadows greenhouse (“Area 4”). The term of this agreement shall continue for a period of 4 years and can be extended for consecutive 2-year periods.**

**On November 23, 2020, the Company entered into another similar agreement with a separate party to assist with the cultivation activities associated with an estimated 33,600 sf ft of space within the Pitt Meadows greenhouse (“Area 3”).**

**Except for the above two agreements regarding Area 3 and Area 4, the Company has suspended** **operations at the Pitt Meadows facility while management reviews strategic options for this facility.**

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

**See Item 1 above.**

1. 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.**

1. 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.

**See Item 1 above.**

1. 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 above.**

1. 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.**

1. 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 above.**

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

**None.**

1. 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.

**See Item 1 above.**

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

**See Item 1 above.**

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

**None.**

1. 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.**

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

**None.**

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

**None.**

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

**None.**

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

**None.**

1. 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 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 **October 5, 2021**.

**Jin Kuang**   
Name of Director or Senior Officer

***"Jin Kuang"***   
Signature

**Corporate Secretary**   
Official Capacity

|  |  |  |
| --- | --- | --- |
| ***Issuer Details***  Name of Issuer  **Benchmark Botanics Inc.** | For Month End  **September 30, 2021** | Date of Report  YY/MM/DD  **2021/10/05** |
| Issuer Address  **13460 Rippington Road,** | | |
| City/Province/Postal Code  **Pitt Meadows, BC V3Y 1Z1** | Issuer Fax No.  **N/A** | Issuer Telephone No.  **(604) 238-0005** |
| Contact Name  **Jin Kuang** | Contact Position  **Corporate Secretary** | Contact Telephone No.  **(604) 339-7688** |
| Contact Email Address  **Jinkuang@bbtinc.ca** | Web Site Address  **www.benchmarkbotanics.ca** | |