

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: Acreage Holdings, Inc. (the "Issuer").

Trading Symbol: ACRG.A.U (Fixed Subordinate Voting Shares) and ACRG.B.U (Floating Subordinate Voting Shares)

Number of Outstanding Listed Securities:

Share Class	Number of Outstanding Shares
Class D Subordinate Voting Shares ("Floating")	30,628,238
Class E Subordinate Voting Shares ("Fixed")	71,346,440
Class F Multiple Voting Shares ("Fixed Multiple")	117,600

Date: January 6, 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 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.

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.

Acreage Holdings, Inc. (“Acreage” or the “Issuer”) is headquartered in New York, New York, with a registered office at Suite 2800, Park Place, 666 Burrard Street, Vancouver, British Columbia, and is a vertically integrated, multi-state operator of cannabis licenses and assets in the U.S. Acreage is dedicated to building and scaling operations to create a seamless, consumer-focused branded cannabis experience.

2. Provide a general overview and discussion of the activities of management.
 - On December 2, 2020, Acreage announced it has entered into a construction financing loan with The Pelorus Fund, a cannabis-focused real estate investment trust, which will be used to complete the expansion of its Illinois cultivation and processing facility.
 - On December 21, 2020, Peter Caldini, former President at Pfizer North America Consumer Healthcare, was appointed as the new Chief Executive Officer of Acreage.
 - On November 30, 2020, Acreage filed its Q3 2020 financial information, this information was the most accurate financial information available on the filing date. Subsequent to this date the Company finalized its Form 10-Q and filed with SEC. As a result of a subsequent legal settlement event recognized in the Q3 Form 10-Q, on December 21, 2020, Acreage filed restated interim financial statements for the three and nine month periods ended September 30, 2020 (“Restated Interim Financial Statements”) and corresponding amended management’s discussion and analysis. The Restated Interim Financial Statements and corresponding amended management’s discussion and analysis are available on SEDAR at www.sedar.com. These Restated Interim Financial Statements contain the same information as the filed Form 10-Q.
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.

N/A
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.

N/A
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.

Except as set forth above, none.
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.

N/A
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.

N/A

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

N/A

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.

N/A

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

The Issuer had approximately 24 new hires, 0 furloughs, 0 return from furloughs, and 20 terminations.

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

N/A

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.

N/A

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

Except as set forth above, none.

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

Share issuances:

Share Issuance Breakdown	Floating (Class D)	Fixed (Class E)
<i>Loan Interest Shares (Tranche A)¹</i>	1,308	3,054

RSU Issuance Breakdown	Floating (Class D)	Fixed (Class E)
<i>New Issuances as a result of vesting in the period</i>	125	292

¹Represents shares issued to satisfy interest payments to the lender under the Original Credit Agreement described in the September 2020 Progress Report.

There were no conversions of any NCI units (HSCP LLC Common units or USCo2 Class B non-voting shares) in the month.

Options:

On December 31, 2020:

- 366,667 Fixed options were granted with a strike price of \$3.15 and expire on December 31, 2025.
- 1,307,563 Floating options were granted with a strike price of \$2.05 and expire on December 31, 2025.
- 1,781,125 Fixed options were canceled per employee/director election.
- 762,375 Floating options were canceled per employee/director election.

	Fixed Options	Floating Options
Unvested, as of 9/23/2020	3,147,629	1,348,961
Granted*	366,667	1,307,563
Forfeited	(32,659)	(13,996)
Canceled	(1,781,125)	(762,375)
Exercised		(963)
Balance	1,700,512	1,879,190
<i>*Fixed granted at \$3.15 exercise price and floating granted at \$2.05</i>		

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

N/A

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

Except as set forth above, none.

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

Trends and risks which may impact the Issuer are detailed in *Risk Factors* - in the Issuer's Annual Report on Form 10-K dated May 29, 2020.

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 January 6, 2021

Glen S. Leibowitz

Name of Director or Senior Officer

/s/Glen S. Leibowitz

Signature

Chief Financial Officer

Official Capacity

Issuer Details Name of Issuer Acreage Holdings, Inc.	For Month End December 2020	Date of Report YY/MM/DD 21/01/06
Issuer Address 450 Lexington Avenue, #3308		
City/Province/Postal Code New York, New York 10163	Issuer Fax No. (212) 428-6770	Issuer Telephone No. (646) 600-9181
Contact Name Glen Leibowitz	Contact Position CFO	Contact Telephone No. (646) 600-9181
Contact Email Address g.leibowitz@acreageholdings.com	Web Site Address https://www.acreageholdings.com/about/	