

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")	31,446,880
Class E Subordinate Voting Shares ("Fixed")	72,047,903
Class F Multiple Voting Shares ("Fixed Multiple")	117,600

Date: March 4, 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”, the “Issuer”, or the “Company”) is headquartered in New York City, 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 February 8, 2021, Acreage announced it will report its fourth quarter and full year 2020 financial results for the period ending December 31, 2020 on March 9, 2021 after market close. Management will host a conference call on March 10, 2021 at 8:30 a.m. EST to discuss the results in detail. A webcast will be available and can be accessed via Acreage’s Investor Relations website investors.acreageholdings.com. To listen to the live call, please visit the website at least 15 minutes early to register, download and install any necessary audio software. A playback of the call will be archived on Acreage’s website for approximately 30 days.
- On February 23, 2021, Acreage announced that Glen Leibowitz, Acreage’s Chief Financial Officer, will be leaving Acreage and that Steve Goertz will be appointed as the Chief Financial Officer, with the transition effective April 2, 2021.

Mr. Goertz previously served as Chief Financial Officer of sgsc, a private equity owned global marketing services organization, from 2018 to 2020, where he led the restructuring of the finance function and participated in the rationalization of an organization built through acquisitions. Prior to that, Mr. Goertz was the Chief Financial Officer of goeasy Ltd., a Toronto Stock Exchange listed consumer finance company, from 2009 to 2018, where he co-led the transformation of the business from a hard goods retailer to a leading non-bank financial services organization. In this role, he was also responsible for the development of systems and the establishment of a risk management discipline and successfully transformed the capital structure through a series of equity and debt offering. Mr. Goertz also served in various finance and accounting roles at Sobeys, Maple Leaf Foods, and Deloitte.

Prior to joining Acreage, Mr. Goertz gained considerable cannabis capital markets experience having spent the past 14 months working with Bespoke Capital Acquisition Corp, a special purpose acquisition corporation, focused on the cannabis industry in the U.S. and globally. On February 15, 2021, the Company entered into an offer letter (the “Offer Letter”) with Mr. Goertz with respect to his employment as Vice President of Finance. The Company expects this Offer Letter to form the basis of Mr. Goertz’s compensation in the role of Chief Financial Officer as well, and does not currently expect any changes to the compensation package discussed herein upon the effective date of the transition to the Chief Financial Officer role. The Offer Letter provides for Mr. Goertz to receive: (a) an annual base salary of \$350,000; (b) an initial long-term equity award (the “Equity Award”) under the Acreage Holdings, Inc. Annual Omnibus Equity Incentive Plan consisting of (i) 15,901 restricted share units (“New RSUs”) that will be settled in accordance with the terms of the Equity Award for class E subordinate voting shares of the Company (the “Fixed Shares”), (ii) 50,962 restricted share units (“Floating RSUs”) that will be settled in accordance with the terms of the Equity Award for class D subordinate voting shares of the Company (the “Floating Shares”), (iii) 23,665 options (“Fixed Options”) to acquire Fixed Shares, and (iv) 107,456 options (“Floating Options”) to acquire Floating Shares, with each of the New RSUs, Floating RSUs, Fixed

Options and Floating Options to vest in one-third increments on the first, second and third anniversary of the date of the grant; (c) a one-time equity grant of (i) 51,111 New RSUs and (ii) 172,698 Floating Options (the "Initial Award"), with the Initial Award subject to performance-based vesting under which 33 1/3% of each of the class of securities issued pursuant to Initial Award will vest if the Board determines that the Company achieved at least 90% of the Consolidated Adjusted EBITDA Target in respect of each of the fiscal years 2021-2023; and (d) eligibility for an annual cash bonus award in an amount to be determined by the Board, which can be equal to up to 150% of the annual base salary. The Offer Letter also provides severance benefits equal to twelve months of Mr. Goertz's base salary following his termination by the Company without cause.

There are no arrangements or understandings with any other person pursuant to which Mr. Goertz will be appointed as the Company's Chief Financial Officer, and there are no family relationships between Mr. Goertz and any director or executive officer of the Company.

- On February 24, 2021, a subsidiary of Acreage, High Street Capital Partners, LLC ("HSCP") entered into a Stock Purchase Agreement (the "Agreement") with RWB Florida LLC (the "Buyer") and Red, White & Bloom Brands Inc. (the "Parent") (CSE: RWB) (OTCQX: RWBYF), to sell all of the issued and outstanding shares of common stock of Acreage Florida, Inc. ("Acreage Florida") for an aggregate purchase price of \$60.0 million. Acreage Florida is licensed to operate medical marijuana dispensaries, a processing facility, and a cultivation facility in the state of Florida. The deal also includes the sale of property in Sanderson, Florida (the "Transaction").

As consideration for the Transaction, the Buyer will (i) pay to HSCP an initial \$5.0 million upon execution of the Agreement; (ii) pay to HSCP an additional \$20.0 million upon closing of the transaction; (iii) issue to HSCP \$7.0 million worth of common shares of the Parent, which shares shall be subject to a twelve-month lock-up period during which shares shall be released from lock-up in equal increments starting on the sixth month of the lock-up period; (iv) issue to HSCP a promissory note in the principal amount of \$10.0 million due approximately seven months from the closing date; and (v) issue to HSCP an additional promissory note in the principal amount of \$18.0 million due approximately thirteen months from the closing date.

The closing of the Transaction is expected to occur during the second quarter of 2021 and is subject to customary closing conditions including the procurement of all necessary approvals for the transfer to the Buyer of the Florida license for the operation of the medical marijuana businesses.

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.

Except as set forth above, none.

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 36 new hires, 0 furloughs, 0 return from furloughs, and 16 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.

N/A

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

Share Issuance Breakdown	Floating (Class D)	Fixed (Class E)
¹ <i>DV Investments</i>	28,213	60,694
² <i>USCo2 Class B conversion</i>	3,000	7,000
² <i>High Street Capital Partners, LLC Common Units conversion</i>	108,032	252,074

RSU Issuance Breakdown	Floating (Class D)	Fixed (Class E)
<i>New Issuances as a result of vesting in the period</i>	57,159	133,364

¹ Pursuant to a Mutual Termination and Release Letter Agreement of the original Consulting Agreement with DV Investments, LLC, in February 2021, the Issuer issued 28,213 Class D Floating Shares and 60,694 Class E Fixed Shares to DV Investments, LLC as compensation for services provided in connection with the Consulting Agreement.

² In February 2021, the Issuer issued a total of 111,032 Class D Floating Shares and 259,074 Class E Fixed Shares to holders of Acreage Holdings WC, Inc. Class B Non-Voting Common Shares and High Street Capital Partners, LLC convertible units who submitted redemption requests to the Issuer. The redemption process is disclosed in the Issuer's listing statement filed on November 14, 2018. These Fixed and Floating shares, when issued, do not represent a dilutive issuance of Fixed and Floating Shares, but instead represent a reduction in the number of shares of Acreage Holdings WC, Inc. and High Street Capital Partners, LLC convertible into Fixed and Floating Shares, which such shares are included in the Issuer's previously reported "as converted" outstanding share count.

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 March 4, 2021

Glen S. Leibowitz

Name of Director or Senior Officer

/s/ Glen Leibowitz

Signature

Chief Financial Officer

Official Capacity

Issuer Details		For Month End	Date of Report
Name of Issuer		February 2021	YY/MM/DD
Acreage Holdings, Inc.			21/03/04
Issuer Address			
450 Lexington Avenue, #3308			
City/Province/Postal Code		Issuer Fax No.	Issuer Telephone No.
New York, New York 10163		(212) 428-6770	(646) 600-9181
Contact Name		Contact Position	Contact Telephone No.
Glen Leibowitz		CFO	(646) 600-9181
Contact Email Address		Web Site Address	
g.leibowitz@acreageholdings.com		https://www.acreageholdings.com/about/	