

## FORM 7

### **MONTHLY PROGRESS REPORT**

Name of Listed Issuer: **Jushi Holdings Inc.** (the "Issuer" or "Jushi").

Trading Symbol: **JUSH**

Number of Outstanding Listed Securities

**As of February 29, 2020:**

**87,668,319 Subordinate Voting Shares<sup>1</sup>**

Date: **March 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 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.

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<sup>1</sup> Excludes 250,000 shares of a subsidiary of the Issuer that are convertible into 250,000 Subordinate Voting Shares of the Issuer.

- (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.

**The Issuer is a globally-focused, multi-state cannabis and hemp operator. In the United States, the Issuer is focused on building a multi-state portfolio of branded cannabis and hemp-derived assets through opportunistic acquisitions, distressed workouts and competitive applications.**

**On February 21, 2020, a subsidiary of the Issuer acquired the remaining approximately 25% interest in TGS Illinois Holdings LLC (the “TGS Transaction”). The subsidiary of the Issuer now owns 100% percent of TGS Illinois Holdings LLC. As part of the TGS Transaction, the Issuer incurred certain indebtedness on the same terms as other investors in the Issuer’s recent debt financing. For more information on the TGS Transaction and the Issuer’s debt financing, please see the Issuer’s filings on SEDAR.**

**As of February 29, 2020, through various subsidiaries the Issuer operates eight cannabis dispensaries and one hemp-derived CBD store.**

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

**See Section 1.**

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.**

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 material.**

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,

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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 material.**

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 Material.**

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.

**See Section 1 regarding the TGS Transaction. For more information on the TGS Transaction, including the nature of the assets acquired and details of the consideration paid, please see the Issuer's filings on SEDAR. The considerations for each transaction was determined as part of an arms-length negotiation. The acquisitions were not from a Related Person.**

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

**None material.**

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.

**None.**

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

**During the month of February 2020, the Issuer had new hires of 5 and terminations of 28. Headcount at February 28, 2020 was 217.**

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

**None.**

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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.**

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

**The Issuer incurred indebtedness in connection with the TGS Transaction. See Section 1 regarding the TGS Transaction. For additional information, see Issuer's filings on SEDAR.**

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

<b><u>Security</u></b>	<b><u>Number Issued</u></b>	<b><u>Details of Issuance</u></b>	<b><u>Use of Proceeds<sup>(A)</sup></u></b>
<b>Subordinate Voting Shares</b>	<b>200,000</b>	<b>Acquired by the recipient pursuant to a confidential settlement agreement</b>	<b><u>N/A</u></b>
<b>Subordinate Voting Shares</b>	<b>633,433</b>	<b>Issued as consideration in connection with the TGS Transaction</b>	<b>See Issuer's Form 9's and Press Releases filed on SEDAR</b>
<b>Subordinate Voting Shares</b>	<b>73,529</b>	<b>Issued as compensation to a member of the Board of Directors</b>	<b>See Issuer's Form 11's filed on SEDAR</b>
<b>Warrants</b>	<b>200,000</b>	<b>Acquired by the recipient pursuant to a confidential settlement agreement</b>	<b>N/A</b>
<b>Warrants</b>	<b>100,000</b>	<b>Issued to consultants</b>	<b>N/A</b>
<b>Warrants</b>	<b>950,148</b>	<b>Issued as consideration in connection with the TGS Transaction</b>	<b>See Issuer's Form 9's and Press Releases filed on SEDAR</b>
<b>Options</b>	<b>150,000</b>	<b>Issued pursuant to the Company's 2019 Employee Incentive Plan</b>	<b>See Issuer's Form 11's filed on SEDAR</b>

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*(A) State aggregate proceeds and intended allocation of proceeds.*

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

**None.**

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

**None.**

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

**In February 2020, Illinois marijuana dispensaries sold nearly \$35 million in adult-use cannabis. Illinois dispensaries sold 831,600 items over the 29-day period. Illinois residents accounted for about \$26 million of the sales, while the rest was spent by visitors from out of state<sup>2</sup>. In the first two months of 2020, Illinois dispensaries have sold approximately \$74 million in adult-use cannabis.**

**On February 18, 2020, the Pennsylvania House of Representatives introduced House Bill 2050 to legalize adult-use cannabis<sup>3</sup>.**

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<sup>2</sup> Illinois Department of Financial and Professional Regulation – "Pritzker Administration Announces Second Month Sales Totals for Adult Use Cannabis" (Illinois Department of Financial and Professional Regulation) March 4, 2020.

<sup>3</sup> ABC27 News – "Pennsylvania bill would legalize recreational marijuana" (Matt Heckel) February 19, 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 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**.

Jon Barack  
Name of Director or Senior  
Officer

/s/ Jon Barack  
Signature

Co-President  
Official Capacity

<b>Issuer Details</b>  Name of Issuer  <b>Jushi Holdings Inc.</b>	For Month End:  <b>February 2020</b>	Date of Report  YY/MM/D  <b>20/03/06</b>
Issuer Address  <b>1800 NW Corporate Blvd. Suite 200</b>		
City/Province/Postal Code  <b>Boca Raton, FL 33431</b>	Issuer Fax No.  (   )	Issuer Telephone No.  <b>(561) 917- 9100</b>
Contact Name  <b>Michael Perlman</b>	Contact Position  EVP Investor Relations & Treasurer	Contact Telephone No.  <b>(561) 910 - 4296</b>
Contact Email Address  <b>investors@jushico.com</b>	Web Site Address  <b>www.jushico.com</b>	

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