

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: **Thoughtful Brands Inc.** (the “Issuer”).

Trading Symbol: **TBI**

Number of Outstanding Listed Securities: **38,927,471 common shares were issued and outstanding as of July 31, 2021.**

Date: **August 4, 2021 (for the month of July 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.

The Issuer continued to focus on its core business of developing and selling CBD products online in the United States and Europe. The Issuer has cancelled the acquisition of Franchise Cannabis Corp. (“FCC”), previously announced in January.

On July 7, 2021, the Issuer’s principal regulator, the British Columbia Securities Commission issued a Cease Trade Order (“CTO”) against the Issuer for failure to file the following periodic disclosure required by legislation:

1. interim financial report for the period ended March 31, 2021,
2. annual audited financial statements for the year ended December 31, 2020,
3. management's discussion and analysis for the periods ended December 31, 2020 and March 31, 2021,
4. certification of annual and interim filings for the periods ended December 31, 2020 and March 31, 2021.

(collectively, the “Documents”)

As a result of the order, the Issuer is a reporting issuer in a jurisdiction in which Multilateral Instrument 11-103 Failure-to-File Cease Trade Orders in Multiple Jurisdictions applies, a person or company must not trade in or purchase a security of the Issuer in that jurisdiction, except in accordance with the conditions that are contained in the order, if any, for so long as this order remains in effect. Further, the order takes automatic effect in each jurisdiction of Canada that has a statutory reciprocal order provision, subject to the terms of the local securities legislation.

The Issuer continues to work closely with its auditor to remedy the default status and file the Documents as soon as possible.

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

During the month-ended July 2021, the Issuer’s principal activities consisted of general administrative, business management and continues to work closely with its auditor to remedy the default status and file the Documents as soon as possible.

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.

The Issuer did not launch any new products or services in June.

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.**
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**
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.**
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. **None.**

Describe the acquisition of new customers or loss of customers. **New customers are consistently acquired through Nature's Exclusive's e-commerce platform.**

8. Describe any new developments or effects on intangible products such as brand names, circulation lists, copyrights, franchises, licenses, patents, software, subscription lists and trademarks. **None.**
9. Report on any employee hirings, terminations or lay-offs with details of anticipated length of lay-offs. **None.**
10. Report on any labour disputes and resolutions of those disputes if applicable. **None.**
11. 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.

Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness. **None.**

12. Provide details of any securities issued and options or warrants granted. **None.**
13. Provide details of any loans to or by Related Persons. **None.**
14. Provide details of any changes in directors, officers, or committee members.

None.

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

The most significant trends identified by management as likely to impact the Issuer are: (i) the impact of the 2019 novel coronavirus ("COVID-19"), including restrictions such as quarantines, border closures and travel restrictions, business disruptions and related financial impact, the impact on the broader global economy and capital markets, risks to employee health and safety and a slowdown or temporary suspension of operations in geographic locations impacted by an outbreak, as well as the ability to raise capital to further develop its business; (ii) the changing legal and regulatory environment in the United States with respect to the cultivation of marijuana and hemp, as well as the production and sale of marijuana and hemp and products derived therefrom, particularly in light of the 2020 Presidential election; and (iii) the uncertainty regarding the administration of the Agriculture Improvement Act of 2018 (the "2018 Farm Bill") as it relates to CBD products sold by the Issuer in the United States.

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 August 4, 2021.

Joel Shacker
Name of Director or Senior Officer

(signed) Joel Shacker
Signature

President and Director
Official Capacity

Issuer Details		For Month End	Date of Report
Name of Issuer			YY/MM/DD
Thoughtful Brands Inc.		July, 2021	21/08/04
Issuer Address			
Suite 800 – 1199 W Hastings Street,			
City/Province/Postal Code		Issuer Fax No.	Issuer Telephone No.
Vancouver BC V6E 3T5		()	+1.604.423.4733
Contact Name		Contact Position	Contact Telephone No.
Joel Shacker		President & Director	+1.604.423.4733
Contact Email Address		Web Site Address	
IR@thoughtful-brands.com		www.thoughtful-brands.com	

FORM 7 – MONTHLY PROGRESS REPORT