

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: **HARRYS MANUFACTURING INC. (the "Company")**

Trading Symbol: **HARY**

Number of Outstanding Listed Securities: **84,846,690**

Date: **August 6, 2021**

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.

During the month of July the Issuer continued to work with its manufacturing supply partners and packaging printers to ready for cigarette production for Ontario and the four Western Provinces. Meanwhile, the Program Analyst at the Ontario Ministry of Finance has submitted the Issuers Wholesale License Application to their management team for review. The Issuer registered as an extra provincial company with Newfoundland and Labrador which is required to transact business and in an effort to secure their tobacco wholesaler permit. The Issuer has also continued discussions with Nova Scotia and Prince Edward Island in a bid to secure tobacco wholesale permits.

The Issuer has been advised that some government department personnel are still working from home as a result of Covid-19, which may result in delays.

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

During the month of July Management paid an advance deposit of \$240,000 against future cigarette production orders in anticipation of its manufacturing partner receiving its new slide and shell packaging, supplies and equipment to facilitate the Company submitting its first production order in the near future. Management has been focused on coordinating its supply chain partners and readying downstream activities as it nears initial roll out dates. Management still anticipates a late summer product launch and is focused on executing entry to the market. Management is negotiating with a third-party wholesale consolidation company to provide additional warehousing and logistical support.

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.

In preparation for cigarette sales in Ontario and the four Western Provinces the Issuer in combination with its manufacturing partners has formulated two different market specific blends of HARRYS cigarettes. The company plans to market HARRYS Special in Ontario, and HARRYS Premium in the four Western Provinces.

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 to report during the month of July 2021.

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 to report during the month of July 2021.

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 to report during the month of July 2021.

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 to report during the month of July 2021.

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

None to report during the month of July 2021.

9. 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 to report during the month of July 2021.

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

None to report during the month of June 2021.

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

None to report during the month of June 2021.

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 to report during the month of July 2021.

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

None to report during the month of July 2021.

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

Security	Number Issued	Details of Issuance	Use of Proceeds ⁽¹⁾
N/A			

(1) State aggregate proceeds and intended allocation of proceeds.

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

None to report during the month of July 2021.

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

None to report during the month of July 2021.

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

In December 2019, a strain of novel coronavirus (now commonly known as "COVID-19") was reported to have surfaced in Wuhan, China. COVID-19 has since spread rapidly throughout many countries, and, on March 11, 2020, the World Health Organization declared COVID-19 to be a pandemic. In an effort to contain and mitigate the spread of COVID-19, many countries, including the United States and Canada, have imposed unprecedented restrictions on travel, and there have been business closures and a substantial reduction in economic activity in countries that have had significant outbreaks of COVID-19.

At this time the Company remains open for business, however significant uncertainty remains as to the potential impact of the COVID-19 pandemic on our operations, and on the global economy as a whole. Government-imposed restrictions on travel and other "social-distancing" measures on assembly of groups of persons, have the potential to disrupt supply chains for parts and sales channels for our products, including delays in obtaining any necessary regulatory and government approvals.

It is currently not possible to predict how long the pandemic will last or the time that it will take for economic activity to return to prior levels. We will continue to monitor the COVID-19 situation closely and intend to follow health and safety guidelines as they evolve.

Other trends and risks that could impact the issuer are detailed on pages 43 to 53 in section 17 "Risk Factors" of the Issuer's Form 2A Listing Statement dated October 5, 2018.

THE REMAINDER OF THIS PAGE INTENTIONALLY LEFT BLANK.

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 6, 2021

Ken Storey

Name of Director or Senior Officer

Signed: "*Ken Storey*"

Signature

CEO

Official Capacity

<i>Issuer Details</i>		
Name of Issuer Harrys Manufacturing Inc.	For Month End July 2021	Date of Report 21/08/06
Issuer Address 1070 – 1055 West Hastings Street		
City/Province/Postal Code Vancouver, BC, V6E 2E9	Issuer Fax No. ()	Issuer Telephone No. (604) 565-5100
Contact Name Ken Storey	Contact Position CEO	Contact Telephone No. (604) 565-5100
Contact Email Address ken@harrysmfg.com	Web Site Address www.HarrysMFG.com	