

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: Petrocapita Income Trust (the "Issuer")

Trading Symbol: PCE.UN

Number of Outstanding Listed Securities: 11,097,481 Common Trust Units [post consolidation]

Date: April 09 2018

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.
None.
2. Provide a general overview and discussion of the activities of management.
Management continues to raise funds through private placements to finance its capital expenditures program.
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.

For the month of March the issuer abandoned one well and worked over one well, all in Saskatchewan.

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.

Concurrent with the resignation of Alex Lemmens, the offering that was previously announced on February 8, 2017 of up to \$20,000,000 of series 1 preferred trust units ("Preferred Units") of the Trust by way of an exempt market offering terminated. This Offering consisted of a tied offering of Preferred Units of the Trust and Class A shares of Petrocapita Energy Corp., a subsidiary of the Trust. The arrangements entered into with registered dealers to effect sales of the securities on a best efforts basis were terminated.

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.

On 29 March 2018 the Trust signed a non-binding Letter of Intent with a third party to sell certain mid-stream assets to such third party. Proceeds from the sale will be used to finance on-going oil and gas operations, future acquisitions, and to reduce debt.

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

None.

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.

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

Alex Lemmens resigned as a Trustee of the Trust and as a Director and President and CEO of the Administrator of the Trust. Richard Mellis assumed the duties of the President and CEO of the

Administrator of the Trust and relinquished the position of VP Land and Environment Regulatory. Mr. Mellis will continue to deal with land, environment and regulatory.

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

None.

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.

Alberta Court of Queen's Bench Statement of Claim filed May 30, 2017 on behalf of Thrive Industries Inc. regarding outstanding invoices and claiming \$216,722.60 plus interest plus costs. A Statement of Defence and a Counterclaim were filed and served July 11, 2017. Statements of Defence to the Counterclaim by Thrive Industries Inc.; With-A-Vengeance Transport Ltd., Vicky Erickson and Len Saccucci; and a Counterclaim by Vicky Erickson and Len Saccuci (all associates and/or principals of Thrive Industries Inc.) were filed separately on September 8, 2017. A reply to the Statement of Defence by Thrive Industries Inc and a Statement of Defence to the Counterclaim by Vicky Erickson and Len Saccuci were filed on October 23, 2017. Litigation is on-going.

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

Petrocapita continues to repay the convertible debenture payable to Pacific Oil Company in the monthly amount of \$3,013.89, former shareholder(s) of Hytop Well Servicing Inc. in the monthly amount of \$3,281.15. Petrocapita postponed payments to former shareholder(s) of Hytop Well Servicing Inc of \$3,281.15, former shareholders of PCap Trucking Inc. (formerly 1701307 Alberta Ltd.) in the monthly amount of \$7,638.89, Maha Energy Inc. in the monthly amount of \$50,000, former shareholders of Smartworks Oilfield Maintenance Ltd. in the monthly amount of \$2,451.40, and former shareholders of Crucible Resources Corp. in the monthly amount of \$6,041.18.

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

Security	Number Issued	Details of Issuance	Use of Proceeds ⁽¹⁾
<i>Convertible Debentures (8%)</i>	30 @ \$1,000 per Unit, or \$30,000 aggregate proceeds	Matures Five (5) years from date of issuance, bears interest at 8%, and is convertible Two (2) years after the date of issuance	\$27,000 reserved for capital expenditures and \$3,000 commission expenses
<i>Warrants</i>	18,000 Warrants	Exercise price \$0.88	N/A

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

On May 26, 2016 the Board of Directors of the Administrator approved a stock option plan. No options have been granted to directors, officers, employees and/or consultants to date.

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.

a) The continuance of low heavy oil prices could impact the Trust's cash flow from operations and result in reduced capital spending.

b) Changes to Government regulations, including those regulations governing the protection of the environment, taxes, labour standards, occupational health and safety waste disposal and other matters, could have an adverse impact the Trust.

c) Changes to Provincial royalties could have an adverse impact on the Trust.

d) Continuing changes to the liability management program within Alberta could have an impact on future acquisitions made by the Trust.

e) Carbon tax legislation enacted by the Province of Alberta on January 1, 2017.

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 April 09, 2018

Richard Mellis
Name of Director or Senior Officer

"Richard Mellis"
Signature

Director & CEO
Official Capacity

Issuer Details Name of Issuer Petrocapita Income Trust	For Month End March 2018	Date of Report YY/MM/D 2018/05/04
Issuer Address #1400 - 717 – 7 th Avenue SW		
City/Province/Postal Code Calgary, Alberta T2P 0Z3	Issuer Fax No. None	Issuer Telephone No. (587) 393-3456
Contact Name Richard Mellis	Contact Position President	Contact Telephone No. (587) 393-3459
Contact Email Address rmellis@petrocapita.com	Web Site Address www.petrocapita.com	