

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 October 31, 2020:

105,970,011

Date: **November 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.
- (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.

FORM 7 – MONTHLY PROGRESS REPORT

January 2015

Page 1

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 October 1, the Company hosted its first ever Investor and Analyst Day which can be replayed by [clicking this link](#).¹ Additionally, on October 1, the Company announced preliminary financial results for its third quarter ending September 30, 2020, provided updated guidance for its fourth quarter ended December 31, 2020 and fiscal year 2021 guidance.²

On October 8, the Company announced that it will open a licensed cannabis dispensary in Santa Barbara on October 14, 2020.³ Its eleventh location nationwide.

Between October 20 and October 23, the Company announced and closed an overnight marketed offering (the "Offering") of subordinate voting shares of the Company. The Offering consisted of 11,500,000 subordinate voting shares at a price of C\$3.55 per share for a total gross proceeds of approximately C\$40,825,000 which includes the full exercise of the over-allotment option granted to the Underwriters.⁴⁵⁶

The Issuer and its subsidiaries continue to be very diligent with its response to COVID-19 whilst still making the health and safety of its patients, customers and employees a number one priority. As of March 25, 2020, and continuing through October 2020, Jushi's dispensaries received the "life-sustaining" business designation in Pennsylvania and the "essential services" designation in Illinois. Therefore, the Company's operational

¹ <https://ir.jushico.com/news-events/press-releases/detail/95/jushi-holdings-inc-virtual-2020-investor-and-analyst-day>

² <https://ir.jushico.com/news-events/press-releases/detail/94/jushi-holdings-inc-expects-record-third-quarter-revenue-of>

³ <https://ir.jushico.com/news-events/press-releases/detail/96/jushi-holdings-inc-s-beyond-hello-to-enter-california>

⁴ <https://ir.jushico.com/news-events/press-releases/detail/97/jushi-holdings-inc-announces-proposed-offering-of>

⁵ <https://ir.jushico.com/news-events/press-releases/detail/98/jushi-holdings-inc-announces-pricing-of-offering-of>

⁶ <https://ir.jushico.com/news-events/press-releases/detail/99/jushi-holdings-inc-announces-closing-of-offering-of>

dispensaries in Pennsylvania, operating under the brand “BEYOND/HELLO,” and its operational dispensaries in Illinois, operating under the brand “BEYOND/HELLO”, have remained open.

For more information on the Illinois and Pennsylvania dispensaries as well as the actions the Issuer and its subsidiaries are taking as it relates to COVID-19, please see the Issuer’s filings on SEDAR.

As of October 31, 2020, through various subsidiaries the Issuer operates 11 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 material.

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, 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.

The Issuer purchased an additional 1.47 membership units (1.47%) of Dalitso from another existing member for 135,000 subordinate voting shares at CAD\$3.45 per share.

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 October 2020, the Issuer had 83 new hires and 11 terminations. Headcount on October 31, 2020 was 442.

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.

On August 14, 2020, The Healing Center San Diego, Raymond John Taylor and James Vernon Dickinson filed a lawsuit in the Superior Court of California, San Diego against Jushi Holdings Inc. and a subsidiary company claiming breach of the Securities Purchase and Exchange Agreement ("SPEA") and seeking declaratory relief that they did not breach the SPEA. The lawsuit was served on September 30, 2020.

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

None material.

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

FORM 7 – MONTHLY PROGRESS REPORT

January 2015

<u>Security</u>	<u>Number Issued</u>	<u>Details of Issuance</u>	<u>Use of Proceeds^(A)</u>
Restricted Stock	11,150	Issued as compensation to Jushi Employees	See Issuer's Form 11's filed on CSE
Stock Options	280,000	Issued as compensation to Jushi Employees	See Issuer's Form 11's filed on CSE
Subordinate Shares	11,500,000	Issued in connection with the Offering	See Issuer's filings on Sedar and CSE
Warrants	1,300,000	Issued as compensation to consultant/s	See Issuer's Form 9's filed on CSE
Subordinate Shares	1,321,759	Issued to investors that exercised warrants	

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

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

As of October 31, 2020, the Company provided loans to the Officers of the Company to pay 83(b) tax liabilities related equity granted to the Officers in September under the Company's Equity Incentive Plan.

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 October, Pennsylvania had not provided updates about its medical marijuana program and the Governor's call on legislature to legalize adult-use marijuana. However, on October 13, 2020, Governor Wolf did stress the economic growth potential and restorative justice benefits of legalizing adult-use cannabis in Pennsylvania.⁷

On November 2, 2020, the Illinois Department of Financial and Professional Regulation (the "IDFPR") announced the adult-use cannabis monthly sales figures. In October there were 1,557,880 items sold for a grand total of

⁷ <https://www.governor.pa.gov/newsroom/gov-wolf-legalization-of-adult-use-cannabis-can-lead-to-economic-gains-and-restorative-justice-for-pennsylvanians/>

\$75,278,200.15 in sales. Of the total sales, in-state residents accounted for \$54,708,538.09 while out-of-state residents accounted for \$20,569,662.06. Total sales since the beginning of 2020 equals over \$506 million.⁸ There has not been an official state update from the IDFPR relating to the 75 Conditional Adult Use Dispensing Organization Licenses since September 22, 2020.⁹

On October 19, 2020, the State of Nevada’s Cannabis Compliance Board (“CCB”) provided updates as it relates to the Agent Registration Card process due to COVID-19 delays.¹⁰¹¹

8

<https://www.idfpr.com/Forms/AUC/2020%2010%2005%20IDFPR%20monthly%20adult%20use%20cannabis%20sales.pdf>

⁹ <https://www.idfpr.com/Forms/AUC/Supplemental%20Deficiency%20Notice%20Process.pdf>

¹⁰ <https://ccb.nv.gov/wp-content/uploads/2020/10/101920-exec-director-letter.pdf>

¹¹ <https://ccb.nv.gov/wp-content/uploads/2020/10/101920-guidance-agent-card-expirations.pdf>

FORM 7 – MONTHLY PROGRESS REPORT

January 2015

Page 6

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 **November 5, 2020**.

Jon Barack
Name of Director or Senior
Officer

/s/ Jon Barack
Signature

Co-President
Official Capacity

Issuer Details		For Month End: October 2020	Date of Report YY/MM/DD 20/11/05
Name of Issuer Jushi Holdings Inc.			
Issuer Address 1800 NW Corporate Blvd. Suite 200			
City/Province/Postal Code Boca Raton, FL 33431		Issuer Fax No. ()	Issuer Telephone No. (561) 917- 9100
Contact Name Michael Perlman		Contact Position EVP Investor Relations & Treasurer	Contact Telephone No. (561) 910 - 4296
Contact Email Address investors@jushico.com		Web Site Address www.jushico.com	

FORM 7 – MONTHLY PROGRESS REPORT