

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: Hiku Brands Company Ltd. (the "Issuer").

Trading Symbol: HIKU

Number of Outstanding Listed Securities: 135,908,601

Date: March 6, 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.
 - **On Feb 1, 2018 the issuer entered into a binding LOI to acquire the 100% of the issued and outstanding shares of Maitri Group Ltd. Maitri is a Quebec based premium cannabis accessory and design brand.**

- On Feb 16, 2018 the issuer's wholly owned subsidiary TS Brandco Holdings Inc. was awarded one of four master retail licenses in Manitoba's highly competitive RFP process for the ability to operate cannabis retail locations and an online cannabis sales platform in the province of Manitoba.
 - On Feb 27, 2018 the issuer entered into a Letter of intent for a strategic alliance with Kaya Inc, the first licensed cannabis producer and dispensary operator in Jamaica. Under the LOI, Hiku intends to make a strategic investment in Kaya to acquire up to 10% ownership on a fully diluted basis, enter into mutual licensing agreements to leverage Hiku's brands in Jamaica and Kaya's brand in Canada, work together to explore import and export opportunities for cannabis genetics, and develop co-branded retail stores and cannabis lounges in the Caribbean.
2. Provide a general overview and discussion of the activities of management.
- Management continues development on both the supply and retail side through the accelerated construction of its second Okanagan production facility, navigation of the ACMPR licensing process, and buildout of additional retail locations in Alberta and Manitoba as provinces continue to announce strategies for distribution of Cannabis.
 - Management continues the buildout of the issuer's workforce and evaluation of potential growth opportunities for the efficient deployment of capital and building of a portfolio of iconic, engaging cannabis lifestyle brands.
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 to Report**
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**
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**

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

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 Feb 1, 2018 the issuer announced the acquisition of Matri Group Ltd. for upfront consideration of \$550,000 combination of cash and shares in addition to an additional \$1.2 million in Hiku shares in earn out payments based on performance. The transaction is at arm's length.**
- **On Feb 27, 2018 the issuer announced a letter of intent to make a an initial strategic investment of \$250,000 in Kaya Inc, Jamaica's first licensed cannabis producer and dispensary, and an option to participate in a secondary investment concurrent with an equity financing to acquire up to 10% of the ownership on a fully diluted basis post financing.**

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

The issuer's wholly owned subsidiaries continue to customers to support its business model.

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 to Report

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

None to Report

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

None to Report

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

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

Outstanding mortgage of \$583K at 4.5% per annum on Hiku’s production facility with repayments in the period as scheduled. No new indebtedness in the period and no financial covenants on outstanding indebtedness.

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

Security	Number Issued	Details of Issuance	Use of Proceeds⁽¹⁾
Common Shares	4,769,353	Shares issued on exercise of warrants at \$0.25/share	\$ 1,192,338 – General corporate purposes and working capital
Stock Options	139,222	Employee stock option incentive	Long term performance incentive for employees

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

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

None to Report

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

None to Report

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

Any changes by Health Canada to the Access to Cannabis for Medical Purposes Regulations (“ACMPR”) will affect Hiku Brands Company Ltd. and its wholly-owned subsidiaries. Health Canada has announced its intention to speed up the approval of cultivation licences, which will increase the number of licensed producers (“LPs”) coming on stream. This will impact competition among existing LPs and will foster an increase of ancillary products and services in the space as new players attempt to diversify and create a niche in the market.


Each of the provinces of Canada continue to explore and announce strategies for distribution of cannabis for adult use once federally legal. Continued announcements by all levels of Government to enact legislation surrounding the legalization and use of cannabis recreationally will also likely impact the landscape of the cannabis industry and fuel additional growth and competition.

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 6, 2018.

Jeff Barber
 Name of Director or Senior
 Officer

 Signature
 CFO
 Official Capacity

Issuer Details	For Month	Date of Report
Name of Issuer	End	YY/MM/D
Hiku Brands Company Ltd	February 2018	March 6, 2018
Issuer Address		
#6 – 2322 Dominion Road		
City/Province/Postal Code	Issuer Fax No.	Issuer Telephone No.
West Kelowna	N/A	1-877-763-9652
Contact Name	Contact Position	Contact Telephone No.
Jeff Barber	CFO	1-877-763-9652
Contact Email Address	Web Site Address	
jbarber@hiku.com	www.hiku.com	