

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: Trichome Financial Corp. (the "Issuer" or "Trichome Financial").

Trading Symbol: TFC _____

Number of Outstanding Listed Securities: 25,074,828 _____

Date: August 8, 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.

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 actively pursue suitable lending opportunities with various companies in the cannabis sector.

2. Provide a general overview and discussion of the activities of management.
Management continued to execute on its business plan by pursuing and analysing various secured lending opportunities with potential borrowers in the cannabis sector.
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.

Update - James E. Wagner Cultivation Corporation Restructuring

As previously disclosed in the June 2020 CSE Form 7 – Monthly Progress Report, the Issuer received authorization from the Ontario Superior Court of Justice to complete the purchase of substantially all of the assets (the “Transaction”) of James E. Wagner Cultivation Corp. (“JWC”). Closing of the Transaction is subject to the licensure of Trichome JWC Acquisition Corp. (“TJAC”), a subsidiary of the Issuer formed to acquire the assets of JWC, by Health Canada, among other conditions. Completion of these conditions are expected to occur in the third quarter of 2020.

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.

See Note 5 for details of the James E. Wagner Cultivation Corporation restructuring and acquisition process.

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

None to report.

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.

See Note 5 regarding the JWC restructuring and acquisition proceedings.

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

On July 23rd the Issuer announced that it intended to undertake a non-brokered private placement financing of convertible debentures (each a "Convertible Debenture") for aggregate gross proceeds of approximately C\$5,000,000 (the "Offering"). The net proceeds from the Offering were expected to be on-lent to TJAC to provide working capital as TJAC continues to increase its sales over the coming months. The Offering is subsequently closed on August 7, 2020 for gross proceeds of \$6,200,000 and the additional proceeds will be used by the Issuer for working capital purposes.

Each Convertible Debenture consists of one C\$1,000 principal amount unsecured convertible debt of the Issuer. The Convertible Debentures bear interest at a rate of 9.0% per annum, payable quarterly in arrears until maturity and will have a maturity of 24 months from the date of issuance.

The Convertible Debentures are convertible into the Issuer's common shares ("Common Shares"), at the option of the holder, at any time prior to the close of business on the business day immediately preceding the maturity date, at a conversion price equal to C\$1.30 per Common Share (the "Conversion Price"). The Issuer has the right to require holders of the Convertible Debentures to convert all of the principal amount of the then outstanding Convertible Debentures at the Conversion Price if the five-day volume weighted average price of the Common Shares for each of the twenty trading days prior to the date the Issuer provides notice via press release is equal to or greater than 130% of the Conversion Price.

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

Security	Number Issued	Details of Issuance	Use of Proceeds⁽¹⁾
Restricted Share Units ("RSUs")	940,000	April 9, 2020	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.

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.

On March 11, 2020, the World Health Organization declared COVID-19 a global pandemic, greatly impacting financial markets and leading governments within the jurisdictions of the Company's borrowers to implement certain social distancing and quarantine measures. Impacts on the Company's borrowers, if any, is uncertain. The outbreak of COVID-19 could have an impact on the North American cannabis lending market in the months to follow, and the impact is still uncertain in the current month.

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 8, 2020

Michael Ruscetta
Name of Director or Senior
Officer



Signature

CEO

Official Capacity

Issuer Details Name of Issuer <i>Trichome Financial Corp.</i>	For Month End <i>July 2020</i>	Date of Report YY/MM/D <i>20/08/08</i>
Issuer Address <i>Suite 200, 150 King West</i>		
City/Province/Postal Code <i>Toronto, ON, M5H 1J9</i>	Issuer Fax No. ()	Issuer Telephone No. ()
Contact Name <i>Marc Charbin</i>	Contact Position <i>Investor Relations</i>	Contact Telephone No. <i>(416) 467-5229</i>
Contact Email Address <i>info@trichomefinancial.com</i>	Web Site Address https://www.trichomefinancial.com/	