

## FORM 7

### **MONTHLY PROGRESS REPORT**

Name of Listed Issuer: **Future Farm Technologies Inc.** (the “Issuer” or “Future Farm”).

Trading Symbol: **“FFT”**

Number of Outstanding Listed Securities: **111,835,933**

Date: **March 12, 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.

***Future Farm Technologies Inc. is a Canadian company with projects throughout North America, including California, Florida and Maryland. The Company’s business model includes developing and acquiring technologies***

**that will position it as a leader in the evolution of Controlled Environment Agriculture (CEA) for the global production of various types of plants, with a focus on cannabis. Future Farm provides scalable, indoor CEA systems that utilize minimal land, water and energy regardless of climate, location or time of year and are customized to grow an abundance of crops close to consumers, therefore minimizing food miles and its impact to the environment. The Company holds an exclusive, worldwide license to use a patented vertical farming technology that, when compared to traditional plant production methods, generate yields up to 10 times greater per square foot of land. The contained system provides many other benefits including 90% less water, fertilizer and land used, less travel costs, seed to sale security, scalability, consistency due to year-round production, cost control, product safety and purity by eliminating environmental variability. The Company also utilizes a leading cannabis oil extraction technology, which enables the Company to process 20lbs/hour of cannabis plant to yield approximately 908 grams/hour of oil.**

**The Company is also in the business of designing and distributing LED lighting solutions utilizing the COB and MCOB technology. The Company is focused on delivering cost efficient lighting to North America via advanced e-commerce sites the Company owns and operates. LEDCanada.com which caters to B2B customers is a supplier of the newest and highest demand LED solutions. The Company also owns and operates COBGrowlights.com, which caters to both large and small agriculture green houses and controlled cultivation centers.**

**The Company recently acquired the exclusive right to use a patented, augmented reality (AR) technology in the cannabis industry. The Company will work with its partner to merge AR and ad-tech with the cannabis industry through the CannaCube Live™ platform.**

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

**On February 2, 2018, the Company announced it had closed on the purchase of a 15,000-sq ft building in Providence, Rhode Island. The building is located in a M-1 zone, which legally permits the cultivation of cannabis by right. The Company intends to lease this property to a local, licensed cultivator who will use the property as a licensed medical marijuana cultivation space, providing wholesale cannabis to Rhode Island's state-sanctioned dispensaries. As consideration for the acquisition, Future Farm paid \$750,000 USD. In addition, Future Farm has agreed to pay a five percent cash finder's fee to Derek Ross.**

**On February 8, 2018, the Company announced that it had closed on the previously announced joint venture between Future Farm and TCG Investments, LLC, owners of the Clinica Verde brand of medical cannabis dispensaries ("Clinica Verde"). Future Farm purchased a 40% ownership**

**interest and a 50% economic interest in FFPR, LLC, a Puerto Rican limited liability company, which holds five pre-qualifications for medical dispensary licenses. The five medical cannabis dispensaries in Puerto Rico will be operated under the Clinica Verde brand, which has already established itself as the leading medical cannabis dispensary operator in Puerto Rico. Currently, Clinica Verde has five operating dispensaries and with this partnership the brand will have ten in total. As consideration for the 40% ownership interest and a 50% economic interest, Future Farm agrees to pay USD\$865,000 (USD\$346,000.00 to TCG and USD\$519,000.00 to FFPR, LLC's sole member.)**

**The Company also announced that it is granting incentive stock options to certain directors, officers, employees and consultants to acquire a total of 3,487,500 common shares at an exercise price of \$0.96CDN, which was the closing price on February 7, 2018. As per the Company's Stock Option Plan, the options expire five (5) years from the date of grant and vest immediately.**

**On February 15, 2018, the Company announced that its subsidiary, Future Farm Maine, LLC, has received three licenses from the State of Maine for the cultivation of industrial hemp in 2018. Future Farm Maine received one license for each of its Amity and Hersey farms, as well as one for the Belfast processing facility.**

**The Company also announced that it engaged Mr. Zachary Lapan to oversee the Company's Maine cultivation and processing operations. Mr. Lapan has worked closely with Derek Ross providing operational oversight for ten years. Mr. Lapan has deep community and agricultural ties to Maine, and is excited to provide operational expertise in Future Farm Maine's portfolio of projects.**

**The Company also confirmed that its Board of Directors has approved the cancellation of 3,875,000 incentive stock options currently exercisable at \$1.24CDN.**

**On February 20, 2018, it was announced that Future Farm upgraded to OTCQX from the OTCQB® Venture Market. Future Farm began trading on OTCQX under the symbol "FFRMF." U.S. investors can find current financial disclosure and Real-Time Level 2 quotes for the Company on [www.otcm Markets.com](http://www.otcm Markets.com). Future Farm Technologies was sponsored for OTCQX by Aegis Capital Corp, a qualified third- party firm responsible for providing guidance on OTCQX requirements and recommending membership.**

**On February 23, 2018, the Company announced the appointment of Seabord Services Corp ("Seabord") as its new accounting firm. Seabord replaced Cross Davis as the Company's existing accountant, effective February 1, 2018. Seabord Services Corp is a Canadian company that provides accounting, management, administrative and regulatory services to private**

**and public mining and exploration companies operating throughout the world.**

**The Company also announced that it had engaged the consulting services of Bryan Keaney as the Company's Controller. Mr. Keaney is a seasoned executive with over thirty years of financial, administrative and operational management experience within small and midsize ventures. Mr. Keaney most recently served as CFO in consulting and full-time capacities managing the fundraising, systems development and staffing growth required to achieve strategic goals resulting in higher valuations.**

**The Company also announced that the remaining 1,152,857 outstanding warrants priced at \$0.37 expire on March 7, 2018. Shareholders may still convert their \$0.37 per share warrants into Future Farm's common stock until March 7, 2018.**

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 for the period.**

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 for the period.**

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.

**On February 8, 2018, the Company announced that it had entered into a new joint venture with TCG Investments, LLC, owners of the Clinica Verde brand of medical cannabis dispensaries ("Clinica Verde"). Future Farm purchased a 40% ownership interest and a 50% economic interest in FFPR, LLC, a Puerto Rican limited liability company, which holds five pre-qualifications for medical dispensary licenses. TCG Investments, LLC is not a Related Party to the Company.**

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 for the period.**

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 February 2, 2018, the Company announced it had closed on the purchase of a 15,000-sq ft building in Providence, Rhode Island. As consideration for the acquisition, Future Farm paid \$750,000 USD. The acquisition was not from a Related Party and the Company paid the fair market value for the property.**

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

**None to report for the period.**

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 for the period.**

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

**None to report for the period.**

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

**None to report for the period.**

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 for the period.**

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

**None to report for the period.**

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

Security	Number Issued	Details of Issuance	Use of Proceeds <sup>(1)</sup>
Common shares	927,257	Exercise of warrants	General working capital and asset acquisition
Stock Options	3,487,500	Stock option grant	N/A
Common shares	500,000	Exercise of stock options	General working capital and asset acquisition

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

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

***None to report for the period.***

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

***None to report for the period.***

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

***Future Farm's lighting and agricultural solutions provide it with exposure to increased governmental regulation of energy efficiency, and to increased commercialization of hydroponic agriculture. A reversal of these trends, or the presence of additional competitors could adversely affect Future Farm and its future activities.***

***Other trends and risks which are likely to impact the Issuer are discussed in the Issuer's financial statements (the "Q3 Financial Statements") and corresponding management's discussion and analysis (the "Q3 MD&A") for the nine months ended November 30, 2017. The Q3 Financial Statements and Q3 MD&A are both available under the Issuer's profile on SEDAR at [www.sedar.com](http://www.sedar.com).***

## 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 12, 2018.

**William Gildea** \_\_\_\_\_

Name of Director or Senior  
Officer

***“William Gildea”*** \_\_\_\_\_

Signature

**CEO & Director** \_\_\_\_\_

Official Capacity

<b><i>Issuer Details</i></b> Name of Issuer <b>Future Farm Technologies Inc.</b>	For Month End <b>February, 2018</b>	Date of Report YY/MM/D <b>2018/03/12</b>
Issuer Address <b>Suite 501 – 543 Granville Street</b>		
City/Province/Postal Code <b>Vancouver, British Columbia V6C 1X8</b>	Issuer Fax No. <b>N/A</b>	Issuer Telephone No. <b>(617) 834-9467</b>
Contact Name <b>William Gildea</b>	Contact Position <b>CEO &amp; Director</b>	Contact Telephone No. <b>(617) 834-9467</b>
Contact Email Address <b>bill@futurefarm.com</b>	Web Site Address <b>http://www.futurefarmtech.com</b>	