

FORM 9

NOTICE OF PROPOSED ISSUANCE OF LISTED SECURITIES (or securities convertible or exchangeable into listed securities¹)

Please complete the following:

Name of CNSX Issuer: North Bud Farms Inc. (the "Issuer").

Trading Symbol: NBUD

Date: July 5th, 2019

Is this an updating or amending Notice: Yes No

If yes provide date(s) of prior Notices: June 3rd and June 21st, 2019

Issued and Outstanding Securities of Issuer Prior to Issuance: 63,441,806

Date of News Release Announcing Private Placement: May 15, June 19 and July 3rd, 2019

Closing Market Price on Day Preceding the Issuance of the News Release: \$0.30

1. Private Placement (if shares are being issued in connection with an acquisition (either as consideration or to raise funds for a cash acquisition), proceed to Part 2 of this form)

Full Name & Residential Address of Placee	Number of Securities Purchased or to be Purchased	Purchase price per Security (CDN\$)	Conversion Price (if Applicable)	Prospectus Exemption	No. of Securities, directly or indirectly, Owned, Controlled or Directed	Payment Date(1)	Describe relationship to Issuer (2)
See Schedule 1							

(1) Indicate date each placee advanced or is expected to advance payment for securities. Provide details of expected payment date, conditions to release of funds etc. Indicate if the placement funds been placed in trust pending receipt of all necessary approvals.

(2) Indicate if Related Person.

¹An issuance of non-convertible debt does not have to be reported unless it is a significant transaction as defined in Policy 7, in which case it is to be reported on Form 10.

1. Total amount of funds to be raised: \$1,122,000

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2. Provide full details of the use of the proceeds. The disclosure should be sufficiently complete to enable a reader to appreciate the significance of the transaction without reference to any other material.

To fund ongoing acquisition efforts in the US and prepare Canadian production facility for operations.

3. Provide particulars of any proceeds which are to be paid to Related Persons of the Issuer: No proceeds will be paid to Related Persons.

4. If securities are issued in forgiveness of indebtedness, provide details and attach the debt agreement(s) or other documentation evidencing the debt and the agreement to exchange the debt for securities. _____

5. Description of securities to be issued:

1. Units Private Placement (each Unit consists of one Share and one share purchase warrant (each whole warrant, a "Warrant"))

- (a) Class: Common Shares (each, a "Share")
- (b) Number: 3,740,000 Shares
- (c) Price per security: \$0.30 per Unit for PP
- (d) Voting rights: One voting right per one Share

6. Provide the following information if Warrants, (options) or other convertible securities are to be issued:

- (a) Number: 3,740,000 Warrants
- (b) Number of securities eligible to be purchased on exercise of Warrants (or options): 3,740,000 Shares
- (c) Exercise price: \$0.40
- (d) Expiry date 24 months from issuance

7. Provide the following information if debt securities are to be issued: _____

- (a) Aggregate principal amount _____
- (b) Maturity date _____
- (c) Interest rate _____
- (d) Conversion terms _____

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- (e) Default provisions _____
8. Provide the following information for any agent's fee, commission, bonus or finder's fee, or other compensation paid or to be paid in connection with the placement (including warrants, options, etc.): _____
- (a) Details of any dealer, agent, broker or other person receiving compensation in connection with the placement (name, address. If a corporation, identify persons owning or exercising voting control over 20% or more of the voting shares if known to the Issuer): _____
- (b) Cash: _____
- (c) Securities: _____
- (d) Other _____
- (e) Expiry date of any options, warrants etc. _____
- (f) Exercise price of any options, warrants etc. _____
9. State whether the sales agent, broker, dealer or other person receiving compensation in connection with the placement is Related Person or has any other relationship with the Issuer and provide details of the relationship: _____
10. Describe any unusual particulars of the transaction (i.e. tax "flow through" shares, etc.). _____
11. State whether the private placement will result in a change of control. No
12. Where there is a change in the control of the Issuer resulting from the issuance of the private placement shares, indicate the names of the new controlling shareholders. _____
13. Each purchaser has been advised of the applicable securities legislation restricted or seasoning period. All certificates for securities issued which are subject to a hold period bear the appropriate legend restricting their transfer until the expiry of the applicable hold period required by Multilateral Instrument 45-102.. Yes

2. Acquisition

1. Provide details of the assets to be acquired by the Issuer (including the location of the assets, if applicable). The disclosure should be sufficiently complete to enable a reader to appreciate the significance of the transaction without reference to any other material:

2. Provide details of the acquisition including the date, parties to and type of agreement (eg: sale, option, license etc.) and relationship to the Issuer. The disclosure should be sufficiently complete to enable a reader to appreciate the significance of the acquisition without reference to any other material:

3. Provide the following information in relation to the total consideration for the acquisition (including details of all cash, securities or other consideration) and any required work commitments:

(a) Total aggregate consideration in Canadian dollars: _____

(b) Cash : _____

(c) Securities (including options, warrants etc.) and dollar value: _____

(d) Other: _____

(e) Expiry date of options, warrants, etc. if any: _____

(f) Exercise price of options, warrants, etc. if any: _____

(g) Work commitments: _____

4. State how the purchase or sale price was determined (e.g. arm's-length negotiation, independent committee of the Board, third party valuation etc).

5. Provide details of any appraisal or valuation of the subject of the acquisition known to management of the Issuer: _____

6. The names of parties receiving securities of the Issuer pursuant to the acquisition and the number of securities to be issued are described as follows:

Name of Party (If not an individual, name all insiders of the Party)	Number and Type of Securities to be Issued	Dollar value per Security (CDN\$)	Conversion price (if applicable)	Prospectus Exemption	No. of Securities, directly or indirectly, Owned, Controlled or Directed by Party	Describe relationship to Issuer ⁽¹⁾

(1) Indicate if Related Person

(2) On or before that date which is 5 days of the Approval Date (meaning the date that required filings with the CSE related to the Option Agreement and the transactions contemplated thereby have been completed provided such date must occur within 30 days of the date thereof, or such later date as the parties may mutually agree.)

(3) on or before that date which is 8 months of the Approval Date.

7. Details of the steps taken by the Issuer to ensure that the vendor has good title to the assets being acquired: _____
8. Provide the following information for any agent's fee, commission, bonus or finder's fee, or other compensation paid or to be paid in connection with the acquisition (including warrants, options, etc.):
 - (a) Details of any dealer, agent, broker or other person receiving compensation in connection with the acquisition (name, address. If a corporation, identify persons owning or exercising voting control over 20% or more of the voting shares if known to the Issuer): _____
 - (b) Cash _____
 - (c) Securities _____
 - (d) Other _____
 - (e) Expiry date of any options, warrants etc. _____
 - (f) Exercise price of any options, warrants etc. _____
9. State whether the sales agent, broker or other person receiving compensation in connection with the acquisition is a Related Person or has any other relationship with the Issuer and provide details of the relationship. _____
10. If applicable, indicate whether the acquisition is the acquisition of an interest in property contiguous to or otherwise related to any other asset acquired in the last 12 months. _____

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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 on behalf of the Issuer.
2. As of the date hereof there is not material information concerning the Issuer which has not been publicly disclosed.
3. The undersigned hereby certifies to CNSX 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 CNSX Requirements (as defined in CNSX Policy 1).
4. All of the information in this Form 9 Notice of Private Placement is true.

Dated: July 12, 2019

Kosta Kostic
Name of Director or Senior Officer

(s) Kosta Kostic
Signature

Secretary
Official Capacity

Schedule 1

Full Name & Residential Address of Placee	Number of Securities Purchased or to be Purchased	Purchase price per Security (CDN\$)	Conversion Price (if Applicable)	Prospectus Exemption	No. of Securities, directly or indirectly, Owned, Controlled or Directed	Payment Date(1)	Describe relationship to Issuer (2)
Jean-Pierre Dion Château-Richer, QC	350,000 Units	0.30	0.40	2.3 of NI45-106	510,000 Shares 350,000 Warrants	July 3, 2019	None
Richard Auger Ange-Gardien, QC	600,000 Units	0.30	0.40	2.3 of NI45-106	900,000 Shares 600,000 Warrants	July 3, 2019	None
Serge Gauthier Laval, QC	700,000 Units	0.30	0.40	2.3 of NI45-106	900,000 Shares 700,000 Warrants	July 3, 2019	None
Thi Ly Le Laval, QC	800,000 Units	0.30	0.40	2.3 of NI45-106	1,500,000 Shares 800,000 Warrants	July 3, 2019	None
Carolynne Gagné Québec, QC	120,000 Units	0.30	0.40	2.3 of NI45-106	520,000 Shares 120,000 Warrants	July 3, 2019	None
Luc Lafontaine Montreal, QC	100,000 Units	0.30	0.40	2.3 of NI45-106	225,000 Shares 100,000 Warrants	July 3, 2019	None
Nathalie O'Leary Montreal, QC	100,000 Units	0.30	0.40	2.3 of NI45-106	225,000 Shares 100,000 Warrants	July 3, 2019	None
Frank Carnovale Burnaby, B.C	600,000 Units	0.30	0.40	2.3 of NI45-106	1,200,000 Shares 600,000 Warrants	July 3, 2019	None
9383-8027 Québec Inc. Brossard, QC	170,000 Units	0.30	0.40	2.3 of NI45-106	358,000 Shares 170,000 Warrants	July 3, 2019	None
Maxence Gagné- Godbout Longueuil, QC	200,000 Units	0.30	0.40	2.3 of NI45-106	202,024 Shares 200,000 Warrants	July 3, 2019	None

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