

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: **GLOBAL HEMP GROUP INC.** (the "Issuer").

Trading Symbol: **GHG**

Number of Outstanding Listed Securities: **188,197,016**

Date: **March 5, 2020**

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.

Scio, Oregon Hemp Project

The Scio team continues to work on selling the biomass and distillate it has produced. The team has also been looking into a number of value-added products that can be produced and marketed utilizing the Company's biomass and oils, thereby maximizing the value that the Company can receive for its inventory, in light of lower price levels in the current market environment this year. In addition, the team is working on several additional initiatives that will generate further revenue for CBA in addition to cultivation related activities.

CBA has been advised that the renewal of its Grower and Seed licenses for 2020 has been approved by the Oregon Department of Agriculture, and they are currently awaiting receipt of the physical license. New for 2020, CBA also submitted an application for a Handlers License that will allow the company to further process the hemp flower harvested into a separate salable product. The



CBA team will process its hemp flower upon receipt of this new license, which is expected to be received shortly. Due to a backlog in processing, CBA has been waiting on this license since the beginning of the year.

Winter Greenhouse Operation

In addition to the CBD genetics being grown, the Scio team has also acquired high CBG genetics that will be used for the 2020 cultivation, which they have been growing in the greenhouses over the winter (see adjacent and below). This will not only ensure that the biomass and flower produced in 2020 will be total THC compliant, it will produce a product that has historically been priced



significantly higher than CBD material of similar quality, which is still the case today.



Development Work Continues on the First Hemp Biocomposite Drone for Commercial Agricultural Monitoring

Global Hemp Group and Q Worx LLC (“QWorx”) are developing the first commercial hemp biocomposite (H-Fiber) drone specifically designed to monitor large scale farming. The main fuselage on the drone and other parts are being made from hemp that was grown on the Company’s hemp farm in Scio, Oregon.

With the legalization of hemp in the United States, Research & Development into the use of hemp biocomposites is ramping up. H-Fiber will undoubtedly be utilized as a replacement for carbon or glass fiber in a myriad of commercial applications as demonstrated in the drone project.



Phase II of the project began in January 2020. QWorx is finalizing the V2.0 design (see above) and is currently performing flight and sensor testing. QWorx has also begun designing and implementing the manufacturing process as well as designing and preparing to implement the marketing program and advises that they have also begun speaking to potential strategic sales outlets for the drone.

Development of the Cold Air Rapid-Drying System with Q Worx LLC (“QWorx”)

Development of the Cold Air Rapid-Drying System continues. This unique drying system, which has a shell made of hemp biocomposite, will deliver a more efficient drying solution than traditional drying systems that use heat. By using cold air for drying and curing versus the traditional warm air, degradation of cannabinoids that occurs when heat is applied will be greatly reduced. The system is extremely versatile as it can also be operated using heat if required. The system is designed to reduce labor and fuel costs associated with most current drying systems and will significantly reduce the drying time for the flower. It is expected that the prototype will be beta tested in Q2 2020.

Instagram



Follow the development of the Scio Oregon Hemp Project, the hemp biocomposite drone for agricultural monitoring, and the Cold Air Rapid-Drying System on Instagram @hemp_global

2. Provide a general overview and discussion of the activities of management.
See above.
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
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
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
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
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.
None

8. Describe the acquisition of new customers or loss of customers.
None
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. **None**
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.
None
13. Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness.
None
14. Provide details of any securities issued and options or warrants granted.

| Security | Number Issued | Details of Issuance | Use of Proceeds (1) |
|-------------|---------------|---------------------|------------------------|
| None | | | N/A |

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

15. Provide details of any loans to or by Related Persons.
None
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.
None

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 where is no 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 7 Monthly Progress Report is true.

Dated: March 5, 2020.

Charles Larsen
Name of Director or Senior Officer

“Charles Larsen”
Signature

CEO
Official Capacity

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| Issuer Details | | For Month End | Date of Report |
| Name of Issuer Global Hemp Group, Inc. | | February 2019 | YY/MM/DD 2020/03/05 |
| Issuer Address #106 – 1169 Mt. Seymour Road | | | |
| City/Province/Postal Code North Vancouver, BC V7H 2Y4 | | Issuer Fax No. N/A | Issuer Telephone No. (424) 354-2998 |
| Contact Name Charles Larsen | | Contact Position CEO | Contact Telephone No. (424) 354-2998 |
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