

## FORM 7

### MONTHLY PROGRESS REPORT

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

Trading Symbol: **GHG**

Number of Outstanding Listed Securities: **183,226,594**

Date: **June 5, 2018**

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. **May was a very busy month for the Company. A number of pieces of business that Management has been working on since the beginning of the year were concluded in May.**

On May 1, 2018 the Company announced (<https://goo.gl/4wWj3Z>) that it, in conjunction with the Marijuana Company of America (MCOA) had acquired a 109-acre agricultural property in Scio, Oregon for the cultivation of high cannabidiol yielding hemp for the upcoming 2018 growing season.

This particular property was chosen as it has a history of hemp cultivation over the last two growing seasons and contains a high level of organic matter in the soil, which makes it ideal for hemp cultivation. In addition, the property has appropriate irrigation infrastructure that includes sufficient authorized water rights to allow for irrigated cultivation, which is expected to greatly enhance yields of the proposed high CBD hemp cultivars that the partners are planning to grow on the property.

The property, located in the fertile Willamette Valley approximately 70 miles south of Portland, Oregon, was acquired for US\$1.1 million.

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On May 9, 2018 the Company announced that it had signed a formal Joint Venture Agreement with Marijuana Company of America, Inc. (MCOA) to cultivate high yielding CBD hemp at its recently acquired 109-acre farm (<https://goo.gl/XHXTJB>).

Pursuant to the terms of the Agreement, GHG and MCOA (the "Partners") will jointly invest a total of US\$1.2 million in the development of the Project in 2018. Funding for the Project will be done on a 50/50 basis. GHG has sufficient capital on hand to fund their share of the Joint Venture for 2018, as a result of the recently completed private placement (see GHG's news release of March 7, 2018 for further details) and MCOA is in the process of advancing their share of the investment.

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On May 15, 2018 the Company announced (<https://goo.gl/n7Hb9d>) that its garden operations are well underway at the Scio, Oregon farm. The initial nursery and propagation rooms for clones was expanded to an additional attached greenhouse as the team continues to produce clones for planting in the current

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season. In order to maximize planting density, an additional 20,000 high yielding CBD hemp clones were purchased and will be delivered to the farm in time to meet the targeted planting schedule of early June.

The team will be planting the clones on approximately 35 acres at the farm and will plant “orchard style”, 4 to 5 feet on center, with rows 5 feet apart to provide space for each plant to receive sufficient sunlight, water and nutrients, and mature to maximum size to produce the highest CBD yield possible upon harvest.

Five additional greenhouses have now been purchased for the project. The first two 30ft. x 120ft greenhouses are currently being installed and will provide an additional 7,200 sq. ft. of greenhouse space for the project. The three remaining 42ft x 96ft greenhouses will begin installation shortly. When installed, these additional greenhouses will increase greenhouse space by a further 12,096 sq. ft., for a total of 19,296 active greenhouse space.

The Scio farm will employ both traditional outdoor orchard style cultivation and perpetual harvest in greenhouses. The Partners are currently evaluating additional greenhouse technologies for expansion of indoor cultivation space to augment its perpetual harvest model square footage. This dual strategy will optimize revenue generation throughout the year to minimize the impact of single crop harvesting in October when most other hemp CBD farms harvest and typically drive prices down.

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On May 22, 2018 the Company provided an update (<https://goo.gl/m1BsHo>) on its hemp project in northeast New Brunswick.

A 4,000 sq. ft. facility has been secured in Bathurst, New Brunswick for the project. The building will be used for biomass storage and to install drying equipment that will be used to process the fresh material. Dried material will be stored at the facility while awaiting further processing by third party processors.

Contracts have been signed with the initial group of four farmers, who began seeding this season’s 125-acre industrial hemp crop last week. The farmers participating in the project in 2018 are located throughout the northeastern region of New Brunswick, Canada, making for a good cross section of results for research conducted on the behaviour of the crop across that region. The distribution of farms will maximize the demonstration effect and will facilitate the recruitment of additional farmers in the following years. This carefully selected group of farmers will actively participate in addressing the introduction of this new crop across different regions.

The Partners have hired a fulltime project agrologist and field manager for the project. In addition to being responsible for the project locally, Joan Parker-Duivenvoorden will provide advisory services to participating farmers, will conduct on-farm research projects to properly monitor the behaviour of various hemp varieties in different environments of the region. She will also develop training materials to assist farmers who will join the project in subsequent years. One of the Company’s long-term research projects will be to develop a profitable crop rotation for organic hemp, opening the way for organic CBD.

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On May 30 the Company announced (<https://goo.gl/oKkg6K>) that the planting of hemp seed on the first 77 acres at the New Brunswick Hemp Project will be complete by mid-week. The remaining 48 acres will be seeded over the next two weeks, once the farmers receive soil test results for this acreage and are able to determine fertilizer requirements for this year's cultivation.

The Department of Aquaculture Agriculture and Fisheries (DAAF) will also be conducting fertility trials on reserved plots at participating farms. DAAF will contribute the fertilizers to the project as part of these trials. The trials will be conducted at no cost to the project and are a clear indication of the collaborative relationship that has been established with DAAF.

In addition, there is an organic certification trial underway on an additional two-acre plot at the project. It will take three years to complete the organic certification process for this field. As part of the process, the plot will begin a three-year cultivation rotation of hemp, oats and a green manure crop to be defined at a later date. In three years this plot will produce certified organic CBD and organic oats, a crop with an excellent market.

Project managers are currently evaluating drying equipment that will be required to process the biomass after it is harvested. Drying will prepare the biomass for shipment to processors for extraction of the cannabinoids. Management is in discussions with a number of potential processing partners for this material. A final decision will be made in the coming weeks.

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 <sup>(1)</sup>
Common shares	2,100,000	Issued pursuant to the acquisition agreement for the 109-acre farm in Scio Oregon. Issued at a deemed price of US\$0.13095	Payment of US\$275,000 towards the purchase price of the Scio farm

<sup>(1)</sup> 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: June 5, 2018.

**Charles Larsen**

Name of Director or Senior Officer

***"Charles Larsen"***

Signature

**CEO**

Official Capacity

<b>Issuer Details</b>		For Month End	Date of Report
Name of Issuer <b>Global Hemp Group, Inc.</b>		<b>May 2018</b>	YY/MM/DD <b>2018/06/05</b>
Issuer Address <b>#106 – 1169 Mt. Seymour Road</b>			
City/Province/Postal Code <b>North Vancouver, BC V7H 2Y4</b>	Issuer Fax No. <b>N/A</b>	Issuer Telephone No. <b>(424) 354-2998</b>	
Contact Name <b>Charles Larsen</b>	Contact Position <b>CEO</b>	Contact Telephone No. <b>(424) 354-2998</b>	
Contact Email Address <b>info@globalhempgroup.com</b>	Web Site Address <b>www.globalhempgroup.com</b>		