

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer **Golden Leaf Holdings Ltd. (the “Issuer” or “GLH”)**.

Trading Symbol: **GLH**

Number of Outstanding Listed Securities: **95,719,006**

Date: **July, 2016**

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.

On July 7, 2016 – in a press release updated shareholders on the many developments in the cannabis industry internationally, nationally and in

Oregon. A survey released earlier in the year by the AP-NORC Center for Public Affairs Research found that 66 and 2/3%, a supermajority of Americans, believed marijuana should be legalized versus 39% of those who do not. This record-high percentage surpassed previous Gallop poll surveys taken in 2015 showing 58% support for legalization. Leaders in multiple countries have expressed their support for cannabis. Prime Minister Trudeau in Canada is attempting to roll out a recreational program in 2017. In Mexico, leadership is looking at the outcome of the November legalization election in California prior to charting the path, but recent comments and a Supreme Court ruling has opened the door for legalization of at least medical in the near future. New leadership in the Philippines, Australia and New Zealand has made comments or efforts to legalize cannabis in those countries.

On July 12, 2016 - announced preliminary revenue results for Q2 2016 and June 2016 for the respective brands of the Company in Oregon and strategic partner BMF Washington (“BMF”). GLH Oregon Revenue Overview Preliminary results show that GLH generated US\$3,011,000 in estimated and unaudited revenue for Q2 2016 as compared to unaudited revenue of US\$2,476,688 for Q1 2016, representing a quarter over quarter increase of 21.5%. The Company posted preliminary results for June 2016 showing UD\$923,000 in estimated and unaudited revenue as compared to US\$1,067,000 (updated and revised from previously published number) in May 2016, representing a month over month decrease of 13.5%. GLH sold all of the products that it produced in the month of June.

On July 14, 2016 in a press release announced the closing of the fifth tranche of its previously announced private placement of convertible senior unsecured debentures of the Company (the “Debentures”) which were issued at a price per Debenture of C\$1,000, for aggregate gross proceeds of approximately C\$500,000 (the “Offering”). This tranche is expected to be part of a total of C\$2.1 million to be invested by insiders. The insider participants are purchasing the Debentures at the same convertible note price of C\$0.67 that was part of the initial closing. Combining previous tranches and this round of funding, a total of approximately C\$8.775 million has been raised, with insiders subscribing for C\$4.397 million. The Company intends to use the net proceeds of the Offering for operational and working capital purposes.

On July 26, 2016 in a press release announced the recent publication of new scientific research that highlights the positive impact of marijuana on health and wellness. As more states in the U.S. lean towards enacting legal medical marijuana programs, a growing body of research appearing in prominent publications is supporting the use of medical marijuana as an alternative to prescription drugs.

Don Robinson, Chief Executive Officer of GLH commented, “We are excited about seeing more studies conducted by respected research organizations showing the benefits and lack of side effects for medical marijuana. As opiate addiction and related medical and societal costs continue to increase in the U.S., this research supports using cannabis as an alternative to pharmaceuticals. Growing scientific evidence of benefit may influence pro-marijuana ballot initiatives in November 2016. This aligns with GLH’s mission of revolutionizing health and wellness and improving lives with cannabis.”

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

Management continued to look for accretive acquisition opportunities and commercial relationships and continues to operationalize the Washington Asset Purchase Agreement.

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.

Not applicable.

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.

Not applicable.

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.

Not applicable.

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.

Not applicable

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.

Not applicable

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

Demand for the Issuer's products remained strong throughout the month.

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.

Not applicable

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

Not applicable

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

Not applicable

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.

The Issuer was party to a nonbinding mediation session on December 4, 2015, in connection with the termination of a former employee and the cancellation of certain of such employee's shares. The parties were unable to settle the potential claims during that mediation session, however potential settlement discussions are continuing. To the knowledge of the Issuer, no formal complaints or other actions have been filed with any judicial or arbitration body.

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

Not applicable

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

Not applicable.

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

Not applicable

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

No changes 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.

No changes to report.

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 August 9, 2016

Don Robinson
Name of Director or Senior
Officer

"Don Robinson"
Signature
Chief Executive Officer
Official Capacity

Issuer Details	For Month End	Date of Report
Name of Issuer Golden Leaf Holdings Ltd.	July 31, 2016	YY/MM/D 16/08/08
Issuer Address 36 Toronto Street – Suite 1000		
City/Province/Postal Code Toronto, ON M5C 2C5	Issuer Fax No. (416) 848-0790	Issuer Telephone No. (416) 848-7744
Contact Name Paul Searle	Contact Position: Investor Relations	Contact Telephone No. (778) -240-7724
Contact Email Address pauljsearle@shaw.ca	Web Site Address: http://goldenleafholdings.com/	