

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: Ikänik Farms Inc. (the "Issuer").

Trading Symbol: IKNK.U

Number of Outstanding Listed Securities: 102,471,825

Date: July 7, 2021 - Reporting for June 2021

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 June 8, 2021, the Issuer announced that the Ontario Securities Commission (the "OSC") has revoked the Failure-to-File Cease Trade Order

issued against the Issuer (the “FFCTO”) on May 6, 2021 and that trading of the Issuer’s subordinated voting shares (the “Shares”) recommenced following the filing of the outstanding financial statements of the reverse-takeover acquirer for the fiscal year ended December 31, 2020.

On June 17, 2021, the Issuer announced the satisfaction of the first set of conditions in respect of the stock transfer agreement (the “Agreement”) dated December 14, 2020 among the Issuer, Delta 9 Corporation Mexico S.A. de C.V (“D9C”) and the shareholders of D9C (the “Transferring Shareholders”) in which the Issuer is to purchase all issued and outstanding shares of D9C (the “Transaction”). Through D9C, the Issuer intends to contract-produce for domestic and international pharmaceutical cannabis and hemp-derived CBD clients.

Pursuant to the terms of the Agreement, the Issuer issued 6,000,000 Shares to the Transferring Shareholders and the Transferring Shareholders transferred all of the issued and outstanding shares in the capital of D9C (the “D9C Shares”) to the Issuer.

The Issuer is to issue an additional 4,000,000 Shares to the Transferring Shareholders in the amounts and subject to the completion of the conditions set out below:

- within 10 business days following the certain corporate documents, import registrations and certifications and receipt of seeds as deemed satisfactory by the Issuer, 2,000,000 Shares shall be delivered ratably to the Transferring Shareholders; and
- within 10 business days following the delivery to the Issuer of a copy of validly issued seed and genetic registration certificates and a cultivation permit satisfactory by the Issuer, 2,000,000 Shares shall be delivered ratably to the Transferring Shareholders.

If the satisfaction of each of the conditions above does not occur by December 23, 2021, each of the Transferring Shareholders will transfer the Shares back to the Issuer and the Issuer shall transfer the D9C Shares back to the Transferring Shareholders.

2. Provide a general overview and discussion of the activities of management.
See response in 1, 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.
See response in 1, above.
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.

See response in 1, above.

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⁾
Shares	191,800	Issued upon conversion of 1,918 series A multiple voting shares of the Issuer.	N/A.
Shares	6,000,000	Issued in connection with the Transaction (see response in 1, above).	N/A.

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 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: July 7, 2021.

William Keating
Name of Director or Senior
Officer

(signed) "William Keating"
Signature
Chief Operating Officer
Official Capacity

Issuer Details Name of Issuer Ikänik Farms Inc.	For Month End June 2021	Date of Report YY/MM/D 21/07/07
Issuer Address 2100 Scotia Plaza 40 King St. W.		
City/Province/Postal Code Toronto, ON M5H 3C2	Issuer Fax No. N/A	Issuer Telephone No. (905) 330-5002
Contact Name William Keating	Contact Position COO	Contact Telephone No. (951)-210-7250
Contact Email Address ir@ikanikfarms.com	Web Site Address http://www.ikanikfarms.com	