

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: **LUXXFOLIO Holdings Inc. (the "Issuer").**

Trading Symbol: **LUXX**

Number of Outstanding
Listed Securities: **14,879,657 common shares**

Date: **August 07, 2019**

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.

The Issuer's sole business is that of its wholly owned subsidiary LUXXFOLIO Network Inc. (the "Company"). The Company is a financial technology

company developing a cloud-based blockchain platform to enable users to record and authenticate luxury assets and collectibles and use them to qualify for personal financial products such as loans, credit, and insurance. During the month of July 2019, the Company continued to discuss with its team and developers additional innovative applications and further improvements to the first iteration of the Company's platform. The Company initiated market research surveys to further drive strategic decisions and to help plan technology features and development timelines. This research is continuous and ongoing.

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

During July 2019, the Company's management continued to explore possible marketing and development strategies for the Company's technology and business. The Company held a quarterly management strategy meeting and corporate planning session on July 9-10, 2019. A Directors meeting was held on July 29, 2019.

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.

On July 29, 2019, the Company entered into a definitive Line of Credit and Security Agreement with CHP Capital Inc., a related party to the Issuer. See item 13 below, for the details of the related party transaction.

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.

On July 29, 2019, the Company entered into a definitive Line of Credit and Security Agreement (the "Agreement") with CHP Capital Inc. ("CHI"). Under the Agreement, CHI has provided the Company with a revolving line of credit up to a maximum \$500,000.00 (the "LOC"). The maximum the Company can draw from the LOC in any one month is \$50,000.00. Proceeds from the LOC

may be used by the Company for research and development and any other purpose preapproved by CHI. The LOC accrues interest at a rate of 9.0% per annum calculated monthly on any amounts borrowed and owed by the Company. The LOC's maturity date is July 29, 2021, at which time all amounts owing under the LOC become due and payable. The LOC may also become due and payable upon a change in control in the shareholdings or management, including the make-up of the board of directors, of the Company. The Company granted CHI a general security interest over the assets of the Company as security for the LOC.

CHI and the Issuer have certain common directors, officers, and or insiders. As such, the LOC is a related party transaction as defined in Multilateral Instrument 61-101 Protection of Minority Security Holders in Special Transactions ("MI 61-101"). No formal valuation is required under section 5.4(1) of MI 61-101 for this transaction.

The Issuer has relied upon the exemption from the minority approval requirement of MI 61-101 contained in section 5.7(1)(f) of MI 61-101. The management of the Issuer, after discussion, decided that the LOC is on reasonable commercial terms that are not less advantageous to the Company than a line of credit obtained from an arm's length party under materially similar circumstances. No part of the LOC is directly or indirectly convertible into, or repayable by the issuance of, securities of the Issuer.

The Issuer did not file a material change report 21 days prior to the effective date of the Agreement because it previously filed a material change report dated June 03, 2019 disclosing the Company's intent to enter into the Agreement and obtain the LOC.

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

None.

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

None.

16. Discuss any trends which are likely to impact the Issuer including trends in the Issuer's market(s) or political/regulatory trends.

The Issuer is subject to the risk factors disclosed in Schedule B, *Management Discussion and Analysis*, attached to its Quarterly Listing Statement dated July 30, 2019 and filed with the Exchange.

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, 07, 2019**.

Dean Linden-----
Name of Director or Senior
Officer



Signature
Chief Executive Officer
Official Capacity

<i>Issuer Details</i> Name of Issuer LUXXFOLIO Holdings Inc.	For Month End July 2019	Date of Report YY/MM/D 19/08/07
Issuer Address 212, 1080 Mainland St., Canada		
City/Province/Postal Code Vancouver / BC / V6B 2T4	Issuer Fax No. ()	Issuer Telephone No. (888) 928-8883
Contact Name Dean Linden	Contact Position CEO	Contact Telephone No. (604) 398-3837
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