

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: Cresco Labs, Inc. (the "Issuer").

Trading Symbol: CL.CN

Number of Outstanding Listed Securities: 43,508,636 Subordinate Voting Shares

Date: June 7th, 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.

Issuer Response: Updates about the Company's business are available under the Company's profile on SEDAR at www.sedar.com and on Cresco's investors website at investors.crescolabs.com.

On May 17, 2019 the Company announced that it would report first quarter 2019 results on May 29, 2019. Subsequently, on May 29, 2019, the Company announced the release of its unaudited financial results for the first quarter March 31, 2019, noting revenue growth of 313% year-over-year and 24% quarter-over-quarter.

Please refer to the Issuer's News releases dated May 17th and May 29th, 2019 respectively.

On May 28, 2019 the Company announced that shareholders representing 205,172,192 common shares (the "Shareholders") have entered into voluntary lock-up agreements with the Company, representing 97% of the shares subject to the initial lock-up and 80% of the total issued subordinate voting shares (on an as-if converted basis). Included among the Shareholders are all of the Company's founders, its entire executive management team and board of directors, as well as several of the largest outside investors in Cresco.

Please refer to the Issuer's News release dated May 28th, 2019.

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

Issuer Response: Management has been actively involved in managing the operations and revenue growth, as well as exploring and evaluating expansion opportunities.

On May 13, 2019, the Company and Origin House announced that it is participating in Canaccord Genuity's 3rd Annual New York Cannabis Conference.

Please refer to the Issuer's News release dated May 13th, 2019.

On May 29, 2019, the Company announced the launch of its Social Equity & Educational Development (SEED) program, the cannabis industry's first national social equity initiative promoting inclusion, expungement, equality, access and community engagement.

Please refer to the Issuer's News release dated May 29th, 2019.

On May 30, 2019, the Company announced that management will participate in two investor conferences during the first week of June.

Please refer to the Issuer's News release dated May 30th, 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.

Issuer Response: No new products or services developed or offered during May.

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.

Issuer Response: 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.

Issuer Response: During May, the Company did not enter into any material contracts, joint venture agreements or licensing agreements.

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.

Issuer Response: 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.

Issuer Response: During May, the Issuer did not make any acquisitions or dispositions.

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

Issuer Response: The Issuer continues to seek customer growth through strategic acquisitions, as well as organically through product expansion and increased product availability.

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.

Issuer Response: During May, the Issuer did not experience any new developments or effects on intangible assets.

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

Issuer Response: There were no material hirings or terminations during May and there are no anticipated lay-offs.

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

Issuer Response: 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.

Issuer Response: None.

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

Issuer Response: None.

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

Security	Number Issued	Details of Issuance	Use of Proceeds ⁽¹⁾
N/A	N/A	N/A	N/A

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

Note: Stock options above are included in the allocation in the Company's 2018 Annual Information Form, filed with SEDAR on May 9, 2019.

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

Issuer Response: There are no changes to report.

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

Issuer Response: There are 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.

Issuer Response: On May 31st, 2019, the Company provided comments on the legalization of adult-use cannabis in its home state of Illinois. The legislation passed by the state of Illinois legalizes cannabis for adults 21 years and older, beginning on January 1, 2020. It is forecasted that the Illinois adult-use market will be 10 to 20 times the size of the state's medical program. Under Cresco Labs' current medical-use license in Illinois, it will have the ability to open five additional retail dispensaries for the sale of adult-use cannabis, bringing its total number of dispensaries in the state to ten and the total cultivation footprint to three facilities, the maximum any one company is permitted to have.

Please refer to the Company's News release dated May 31st, 2019.

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 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 June 7th, 2019.

Ken Amann
Name of Director or Senior
Officer

/s/ Ken Amann
Signature

Chief Financial Officer
Official Capacity

<i>Issuer Details</i> Name of Issuer Cresco Labs, Inc.	For Month End May 2019	Date of Report YY/MM/D 19/6/7
Issuer Address 400 W Erie St., Suite 110		
City/Province/Postal Code Chicago, Illinois 60654	Issuer Fax No.	Issuer Telephone No. 312-929-0993
Contact Name Ken Amann	Contact Position CFO	Contact Telephone No. 312-929-0993
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