FORM 7

MONTHLY PROGRESS REPORT
July 2021

Name of CNSX Issuer: Lotus Ventures Inc. (the "Issuer").

Trading Symbol: J

Number of Outstanding Listed Securities: 89,969,799

Date: August 5, 2021

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 is a premium cannabis producer in Canada, and owns and operates a state-of-the-art production facility in the North Okanagan, B.C. The Issuer is a multi-license holder with a standard cultivation and medical sales license. The Issuer sells cannabis on a wholesale basis to licensed producers across Canada and has its cultivated flower listed in eight provinces by wholesale partners. During the month, all harvests were completed on schedule, operations and sales continued to be consistent, and the Issuer's Kalifornia flower continued to achieve robust results in testing and sales.

   On July 30, 2021, the Issuer reported Third Quarter Financials of Fiscal 2021. The Issuer reported its fourth profitable quarter and its fifth consecutive quarter where revenues continued to exceed $1.37 million.

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

   The Issuer has continued to work with Oak Hill Financial to enhance its capital markets presence. Oak Hill has introduced the Issuer to its network of accredited investors across North America, and the Issuer's management has presented to tier 1 and 2 institutions in preparation of the previously announced facility expansion. The Expansion facility is expected to add up to an additional 5,000,000 grams of premium cannabis per year. Building permits have been approved by the local officials for a 30,000 square foot extension to Phase 1, and the Issuer has continued to have meetings with potential financing partners and investors in relation to the expansion.

3. **Describe and provide details of any new products or services developed or offered.**
   None

4. **Describe and provide details of any products or services that were discontinued.**
   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 trademarks.**
   None

10. **Report on any employee hiring's, 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.**

None

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 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: August 5, 2021

Dale McClanaghan
Name of Director or Senior Officer

*"**Dale McClanaghan**"*
Signature
President and CEO

Issuer Details Name of Issuer Lotus Ventures Inc.	For Month End July, 2021	Date of Report YYYY/MM/DD 2021/08/05
Issuer Address 2750 Rupert St, Vancouver, British Columbia V5M 3T7		
City/Province/Postal Code Vancouver, BC V5M 3T7	Issuer Fax No. n/a	Issuer Telephone No. 604-644-9844
Contact Name Dale McClanaghan	Contact Position President and CEO	Contact Telephone No. 604-644-9844
Contact Email Address dalemcclanaghan@gmail.com	Web Site Address www.lotuscannabis.ca	