

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: World Class Extractions Inc. ("World-Class" or the "Company").

Trading Symbol: PUMP

Number of Outstanding Listed Securities: 600,196,572

Date: January 7, 2020

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.

Overview

The Company develops industrial grade extraction and processing systems and technologies for cannabis and hemp and is establishing extraction and processing facilities through equipment leasing, strategic alliances and joint ventures. The vision of World-Class is to become an international leader in cannabis and hemp extraction technology and processes to create some of the best high-margin, high-quality cannabis and hemp oils, premium refined cannabis oil-based products and premium cannabis oil consumer brands. World-Class operates

through two wholly-owned subsidiaries: Soma Labs Scientific Ltd. and Greenmantle Products Ltd.

World-Class Extractions Announces Agreement to Deploy Extraction and Processing Centre in California for Hemp Oil

On December 11, 2019, the Issuer announced the signing of an agreement (the "Agreement") with Nutralife Holdings, LLC ("Nutralife Holdings") and Nutralife Extraction Limited Partnership ("Extraction LP") to establish a joint venture (the "Joint Venture") to develop, manage and operate a hemp extraction and processing facility in Imperial County, California (the "Facility") to extract hemp oil from hemp biomass in compliance with the U.S. Agriculture Improvement Act of 2018 – also known as the Farm Bill. Pursuant to the terms of the Joint Venture, the parties will enter into a definitive joint venture agreement (the "JV Agreement") to extract hemp biomass into hemp oil, from which hemp oil products can be manufactured. The parties intend to carry out the Joint Venture under a two-stage program. Under Stage One, Nutralife Farming LP ("Farming LP"), an affiliate of Extraction LP, will enter into a 15 year lease agreement with the land owner, renewable for two additional 5 year terms, to lease up to 1,900 acres of farmland that are adjacent to the Facility (the "Property"), and Extraction LP will enter into a similar lease with the same land owner for the Facility (the "Leases"). Farming LP will obtain all necessary permits and licenses to carry out cultivation of hemp on the Property and will cultivate an initial crop of 80 acres of hemp, which World-Class will assist in drying and delivering to an extraction facility. Following successful completion of Stage One, the parties intend to commence large-scale commercial production in Stage Two.

World-Class will incorporate a wholly-owned subsidiary in the United States ("WCE-USA"), the Extraction LP will obtain all applicable regulatory approvals relating to the extraction of hemp at the Facility, and Farming LP will cultivate an initial crop of 400 acres of hemp, with a commitment to progressively cultivate up to 1,900 acres. The Joint Venture will extract the hemp oil from hemp, and will be paid a processing fee equal to 1/3 of the fair market value of the extracted product. Under the terms of the JV Agreement, the two parties will share economic benefits through a profit sharing structure reflective of the respective interest of each party. Nutralife Holdings will own 60% of the Joint Venture and World-Class will own 40% of the Joint Venture. The parties intend to extract hemp produced by the Farming LP in consideration for a processing fee of one-third of the value of the extracted product. With a history rich in hemp-farming dating back to 1917, the climate and growing conditions in Imperial County, California are ideal, allowing for the site to grow at least two crops per year (where other states and counties grow one). Based on two hemp harvests per year, the parties estimate that the Facility will accommodate the annual production of up to 3,800,000 kg of extracted biomass, which could yield between 225,000 kg to 350,000 kg of hemp oil distillate or hemp oil isolate. Extraction services are expected to commence mid-2020.

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

Please refer to #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. **N/A**
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. **N/A**
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.

Please refer to #1 above.

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. **N/A**
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. **N/A**
8. Describe the acquisition of new customers or loss of customers. **N/A**
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. **N/A**
10. Report on any employee hirings, terminations or lay-offs with details of anticipated length of lay-offs. **N/A**
11. Report on any labour disputes and resolutions of those disputes if applicable. **N/A**
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. **N/A**
13. Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness. **N/A**
14. Provide details of any securities issued and options or warrants granted. **N/A**

- 15. Provide details of any loans to or by Related Persons. **N/A**
- 16. Provide details of any changes in directors, officers or committee members.

On December 19, 2019, Dr. Raza Bokhari resigned from the Board of Directors. Dr. Bokhari was also a member of the Audit Committee.
- 17. Discuss any trends which are likely to impact the Issuer including trends in the Issuer’s market(s) or political/regulatory trends. **N/A**

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 January 7, 2020.

Leanne E. Likness
Name of Director or Senior Officer

signed "Leanne Likness"
Signature

Corporate Secretary & Governance Officer
Official Capacity

Issuer Details Name of Issuer World Class Extractions Inc.	For Month End December 2019	Date of Report YY/MM/D January 7, 2020
Issuer Address 9080 University Crescent		

City/Province/Postal Code Burnaby, British Columbia, V5A 0B7	Issuer Fax No. N/A	Issuer Telephone No. (403) 771-4918
Contact Name Leanne Likness	Contact Position Corporate Secretary and Governance Officer	Contact Telephone No. 1 (403) 771-4918
Contact Email Address leanne@worldclassextractions.com	Web Site Address www.worldclassextractions.com	