

## 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: 625,196,572

Date: August 5, 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.

**World- Class is an innovation-driven company with a principle focus on the rapidly evolving cannabis and hemp industries. Through its subsidiaries World-Class deploys and manages custom-built extraction centres utilizing its custom systems, technology, and processes to efficiently produce high-quality cannabis and hemp concentrates and end-products. In addition, through its controlled subsidiary Pineapple Express Delivery Inc. ("PED"), the Company offers compliant and secure delivery of government regulated products, including medical and recreational cannabis in Ontario, Manitoba and Saskatchewan, and liquor delivery in certain jurisdictions in Saskatchewan.**

**During July 2020, World-Class activated a company called Cobra Ventures Inc., in which the Company holds a 50% equity interest and the other 50% equity interest is held by First Republic Holdings Corp (see paragraph 7 below).**

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

**Management continues to focus on the Company's operations (described in paragraph 1 above) and continuously evaluates opportunities to improve shareholder value.**

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.

**During June 2020, the Company's controlled subsidiary, PED, partnered with Spectrum Therapeutics, the medical division of Canopy Growth Corp., to bring same-day delivery of medical cannabis to Spectrum's patients in the Greater Toronto Area (GTA).**

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 #3 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.

**During July 2020, Cobra Ventures Inc. ("Cobra"), a company in which World-Class holds a 50% interest (see paragraph 1 above), entered into an agreement to acquire a senior secured convertible debenture of HydrRx Farms Ltd. operating as Scientus Pharma ("HydrRx") in the principal amount of \$11.5-million, plus accrued and unpaid interest and charges, from a leading Canadian licensed producer subject to certain closing conditions. Cobra is purchasing the debenture for \$5-million; closing is expected to occur within 60 days. The debenture is secured**

against the assets of HydRx. HydRx is currently in default of its obligations under the debenture.

First Republic Holdings Corp., which holds a 50% equity interest in Cobra, is the investment holding company of Richard Goldstein and his family.

HydRx owns and operates a 45,000-square-foot manufacturing and distribution facility in Whitby, Ont., built to GMP (good manufacturing practice) and GPP (good production practice) standards. HydRx holds numerous licences issued by Health Canada under the *Cannabis Act* to cultivate, produce and sell cannabis products, including the extraction of cannabis resin for use in formulations including cannabinoid-based oils, capsules and other derivative products. HydRx also holds a cannabis drug licence and is a licensed dealer under the *Narcotics Control Act*. HydRx is one of a limited number of Canadian licensees authorized to conduct research and development and fully handle cannabinoid products with the ability to wholesale, buy, process and sell cannabinoid derivatives, from and to other producers licensed under the *Cannabis Act*, as well as to international markets.

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

**Please refer to #3 above.**

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. **N/A**

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

**Due to the slow down of operations and the Company's efforts to best protect its employees as a result of the COVID-19 pandemic, the employees the Company temporarily laid off during April continue to qualify for the Canadian Emergency Response Benefit program offered by the Federal Government of Canada. It is not possible for the Company to predict the duration of the lay-offs at this time.**

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

**During July 2020, the Company did not have any new labour disputes or resolutions.**

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.

**During July 2020, the Company did not become a party to any legal proceedings.**

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**

<b>Security</b>	<b>Number Issued</b>	<b>Details of Issuance</b>	<b>Use of Proceeds<sup>(1)</sup></b>

<sup>(1)</sup> State aggregate proceeds and intended allocation of proceeds.

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

**In March 2020, the World Health Organization declared coronavirus COVID-19 a global pandemic. This contagious disease outbreak, which has continued to spread, and any related adverse public health developments, has adversely affected workforces, economies and financial markets globally, potentially leading to an economic downturn. It is not possible for the Company to predict the duration or magnitude of the adverse results of the outbreak and its effects on the Company's business or results of operations at this time.**

### **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 5, 2020.

Rosy Mondin

Name of Director or Senior Officer

*signed "Rosy Mondin"*

Signature

CEO

Official Capacity

<b><i>Issuer Details</i></b> (Name of Issuer) World Class Extractions Inc.	For Month End July 2020	Date of Report (YY/MM/D) August 5, 2020
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City/Province/Postal Code Burnaby, British Columbia, V5A 0B7	Issuer Fax No. N/A	Issuer Telephone No. 1 (604) 723-7480
Contact Name Rosy Mondin	Contact Position CEO	Contact Telephone No. 1 (604) 346-8118
Contact Email Address <a href="mailto:rosy@worldclassextractions.com">rosy@worldclassextractions.com</a>	Web Site Address <a href="http://www.worldclassextractions.com">www.worldclassextractions.com</a>	