

FORM 7

MONTHLY PROGRESS REPORT – October 2018

Name of CSE Issuer: **1933 Industries Inc.**

Trading Symbol: **TGIF**

Number of Outstanding Listed Securities: **237,928,896**

Monthly Reporting Period – October 2018

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 the CSE 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 CSE.ca 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 CSE 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 Company continues to focus on expanding its business in the State of Nevada. The company is overseeing the construction of its subsidiary's (Alternative Medicine Association or "AMA") new cannabis cultivation building in Las Vegas, Nevada. It has acquired the necessary land,

received zoning approval and is currently constructing the building. In addition, the Company acquired an adjacent building to the cultivation facility, which it plans to retrofit for cannabis production, with a separate hemp extraction laboratory Infused MFG. (“Infused”), another Company subsidiary, continues to manufacture its hemp-based, CBD-infused line of proprietary products and has begun selling its products in Colorado

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

- On October 5, 2018, the Company announced that Infused began sales of its products in the State of Colorado, in conjunction with a previously announced licensing agreement with Denver Dab Co. (“DDC”) on June 5, 2018.
- Under the terms of the Agreement, DDC begun manufacturing and distributing Infused’s Canna Hemp™ CBD and hemp-based products on an exclusive basis to retail cannabis dispensaries in Colorado. DDC’s high quality concentrates and pure cannabis oils will initially infuse Canna Hemp’s™ CBD Body Lotions, lip balms and CBD Relief Cream, with more products added in the future.
- The Company also announced the launch of Canna Fused™, a 1:1 CBD/THC-infused product line, making its debut in Denver in partnership with DDC. Canna Fused™ was been created with a focus on medical relief for a number of ailments and conditions. CBD is believed to interact with THC to enhance THC’s painkilling properties while limiting the psychoactive effects.
- On October 5, 2018, the Company also announced that AMA entered into a licensing agreement with DDC for the exclusive rights to produce, manufacture, market, and sell DDC’s Licensed Products in the State of Nevada.
- The Licensed Products include: Live and Cured Resin; Live Budder; Live and Cured Diamonds; and Live and Cured Sauce, under the License Marks, “Denver Dab Company”; “Denver Dab Co.”; “Luminescence Labs, Inc.”; and “Luminescence Labs”. The DDC Agreement is effective for a twelve (12) month period with a renewal clause for an additional twelve (12) month term.
- On October 5, 2018, the Company announced the grant of 8,925,000 incentive stock options to its directors, officers, consultants and employees pursuant to its stock option plan. The options are exercisable for a period of three years at a price of \$0.55 per share and will vest over a two year period.
- On October 12, 2018, the Company reported that its subsidiary, Infused MFG (“Infused”), hit a record growth and continues to expand sales of its products in Nevada, California and Colorado. Increasing demand for Infused’s Canna Hemp™ proprietary line of hemp-based, CBD-infused

products contributed to the strong revenue growth, which has increased from revenue of US\$7,403 in June of 2017 to over US\$600,000 per month in just 14 months. This represents an 8,000% increase and supports the company's projections for the upcoming year, where Infused is forecasted to reach an average of US\$1M in revenue per month.

- With a strong presence throughout the State of Nevada, Infused has established key distribution networks in California, where it now sells its products in over 100 retail shops. In total, Infused boasts over 400 retail locations around the US, with an average of 50 new wholesale accounts added every month. The Company entered the Colorado market with the launch of its Canna Fused™ CBD/THC line, in partnership with Denver Dab Co. Canna Hemp™ products could be available in over 100 stores throughout Colorado in the near future. Further expansion targets include Oregon, Arizona and Canada, where the latter could open distribution channels into the European markets.
- On October 23, 2018, the Company announced that its subsidiary, Spire Global Strategy ("Spire"), has been awarded a contract to develop a Cannabis Regulatory Compliance Course at Selkirk College, a post-secondary institution located in the epicentre of cannabis cultivation in the Province of British Columbia. Due to its ideal climate, the Kootenay region is renowned for its outdoor and indoor cannabis cultivation which has been an economic driver in the area for over 40 years. Craft growers that have previously operated in the black or grey markets will now be able to learn how to become and remain compliant in the areas of micro-cultivating and processing within the new legal regime. Spire offers a variety of advisory services to the burgeoning legal cannabis industry in Canada and abroad, and has utilized its experience in public policy development by assisting the Province of New Brunswick with the implementation of new adult-use cannabis legalization in that province. In addition, Spire provides strategic advice to private and public companies with regards to licensing applications, risk and resilience management, investigative due diligence, and compliance.

3. Describe and provide details of any new products or services developed or offered.

Canna Fused™, a 1:1 CBD/THC-infused product line was launched in the month of October, as well as two other products were added to the Canna Hemp™ line.

4. Describe and provide details of any products or services that were discontinued.

- None were discontinued.

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.

- The Company reports that sales for its Infused line of products have started in Colorado as a result of its relationship with Denver Dab Co (DDC), which was previously announced on June 5, 2018.
- On October 5, 2018, the Company announced a reciprocal licensing agreement with DDC and AMA for the exclusive rights to produce, manufacture, market, and sell DDC's Licensed Products in the State of Nevada.

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.

- We acquired 57 new customers

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 hiring's, terminations or lay-offs with details of anticipated length of lay-offs.

- Company-wide, there were 9 new hires and 5 left the company

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.

- No indebtedness occurred during this period.

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

Security	Number Issued	Details of Issuance	Use of Proceeds ⁽¹⁾
Common Shares	100,000	Options Exercised	\$22,500
Common Shares	5,593,327	Debentures Conv	n/a

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

Aggregate proceeds totalled \$22,500. It is the Company's intention to use these proceeds towards general working capital.

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

- No loans were made to or by related parties or persons during this period.

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 Nevada, the legalization and implementation of the recreational marijuana program has resulted in a rapidly growing market demand.

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 was no material information concerning the Issuer which has not been publicly disclosed.
3. The undersigned hereby certifies to CSE 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 CSE Requirements (as defined in CSE Policy 1).
4. All the information in this Form 7 Monthly Progress Report is true.

Dated: November 5, 2018

Name of Director or Senior Officer

Joe Bleackley

Signature



Official Capacity

Executive Vice President

Issuer Details Name of Issuer 1933 Industries Inc.	For Month End October 2018	Date of Report November 5, 2018
Issuer Address 105-45655 Tamihi Way		
City/Province/Postal Code Chilliwack, B.C. V2R 2M3	Issuer phone 604 674 4756	Issuer Fax No. n/a
Contact Name Joe Bleackley	Contact Position Executive Vice President	Contact Telephone No. 604 674 4756 Ext 1
Contact Email Address Joe@1933industries.com	Web Site Address http://1933industries.com/	