

**FORM 51-102F3
Material Change
Report**

1. Name and Address of Corporation:

Hiku Brands Company Ltd. ("Hiku" or the "Company")
6-2322 Dominion Road
Kelowna, BC
V1Z 2W8

2. Date of Material Change(s):

March 6, 2018

3. News Release:

A news release relating to the material change described herein was released on March 7, 2018 through CNW Group and subsequently filed on SEDAR.

4. Summary of Material Change(s):

The Company confirmed it closed its previously announced acquisition of all of the issued and outstanding shares of TS Prairie Retail Corp. ("TS Prairie"), pursuant to a share purchase agreement dated March 6, 2018 (the "Share Purchase Agreement").

5. Full Description of Material Change:

5.1 Full Description of Material Change

Hiku confirmed it closed its previously announced acquisition of all of the issued and outstanding shares of TS Prairie pursuant to the Share Purchase Agreement. TS Prairie previously held exclusive rights to establish "Tokyo Smoke" branded stores in Alberta, Manitoba, and Saskatchewan under a license agreement dated August 15, 2017 (the "License Agreement"). Pursuant to the Share Purchase Agreement, as consideration and in exchange for all of the issued and outstanding shares of TS Prairie, the shareholders of TS Prairie were issued an aggregate of 4.2 million common shares in the capital of Hiku.

Furthermore, in connection with the entering into of the Share Purchase Agreement, the License Agreement was terminated pursuant to a license termination and release agreement dated March 6, 2018.

5.2 Disclosure for Restructuring Transactions

Not applicable.

6. Reliance on Subsection 7.1(2) of National Instrument 51-102 *Continuous Disclosure Obligations*:

Not applicable.

7. Omitted Information:

Not applicable.

8. Executive Officer Knowledgeable of Material Change:

The name and telephone number of the executive officer of the Company who is knowledgeable about the material change and the material change report is:

Jeffrey Barber, Chief Financial Officer
Telephone: (403) 604-3401

9. Date of Report:

March 9, 2018.