

## FORM 7

### **MONTHLY PROGRESS REPORT**

Name of Listed Issuer: Maricann Group Inc. (the "Issuer").

Trading Symbol: MARI

Number of Outstanding Listed Securities: 73,348,941

Date: July 5, 2017

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.

**During the period the Company focused its main efforts in the following activities:**

- i) **Continued construction efforts of the phase 1 expansion of our Langton facility and Burlington Head Office.**

- ii) **Continued focus in examining potential business partnerships and opportunities to expand our product offerings**
  - iii) **Continued focus on obtaining licensing and distribution rights with the Company's operations in Germany through negotiations with local authorities**
2. Provide a general overview and discussion of the activities of management.
- During the period management was primarily focused on the preparation of the German tender, strengthening the operations team, and meeting with potential investors. Additionally, management also met with various parties to discuss options to expand our product offerings, production capabilities, research and development and other strategic initiatives. Management also travelled to Europe, in support of the German tender process, as well to meet with potential European investors. Phase 1 construction at our Langton Facility continued to progress as planned. The company's build out of the head office in Burlington was substantially completed.**
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.
- Not applicable during this period.**
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.
- Not applicable during this period.**
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 entered into a capital market trading advisory agreement with an unrelated party and granted 250,000 warrants on June 29, 2017. The warrants were not yet issued by June 30, 2017.**
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.
- The Company terminated a consulting agreement with an affiliate as part of its business plans.**
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.

**Not applicable during this period.**

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

**During the period, the Company experienced consistent growth in our customer base.**

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.

**Not applicable during this period.**

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

**The Company hired one sales staff member and terminated one marketing staff member to increase operational efficiencies. The Company hired an additional IT staff member due to operational requirements.**

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

**There is currently one labour dispute, same as prior month that is ongoing for which the Company has engaged legal counsel. It is Management's opinion that the final settlement will not be material.**

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.

**Not applicable during this period.**

13. Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness.

**Not applicable during this period.**

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

<b>Security</b>	<b>Number Issued</b>	<b>Details of Issuance</b>	<b>Use of Proceeds<sup>(1)</sup></b>
Common shares	138,500	Exercise of warrants into common shares	Total proceeds of \$173,125 was received, and is intended to satisfy operational needs
Common Shares	208,078	Stock options granted in June for past services received. Stock options were exercised	Total proceeds of \$136,400 was received, and is intended to satisfy operational needs

		immediately after grant for 208,078 common shares	
Compensation Warrants	250,000	Warrants granted but not yet issued for services, exercisable into common shares	No proceeds were received as warrants were only granted

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

15. Provide details of any loans to or by Related Persons.  
**Not applicable during this period.**
16. Provide details of any changes in directors, officers or committee members.  
**Not applicable during this period.**
17. Discuss any trends which are likely to impact the Issuer including trends in the Issuer's market(s) or political/regulatory trends.  
**There are no new updates with regards to political/regulatory trends during the month of June, 2017. During previous periods, the Liberal Government of Canada announced an update with regards to the legalization of cannabis in Canada. The Liberal Government of Canada further introduced legislation surrounding legalization of marihuana during the month of April 2017 and has targeted to have legal sales commence by July 1, 2018.**

## 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 July 5, 2017

**Jeremy Blumer**

*Name of Director or Senior Officer*

**/s/ Jeremy Blumer**

*Signature*

**CFO**

*Official Capacity*

<b><i>Issuer Details</i></b> Name of Issuer  Maricann Group Inc.	For Month Ended  June 30, 2017	Date of Report:  July 5, 2017
Issuer Address  845 Harrington Court		
City/Province/Postal Code  Burlington, ON, L7N 3P3	Issuer Fax No.  1-844-291-7222	Issuer Telephone No.  1-844-627-4226
Contact Name  Shawn Alexander	Contact Position  VP – Investor Relations	Contact Telephone No.  1-844-627-4226 ext 6284
Contact Email Address  ir@maricann.com	Web Site Address  <a href="http://www.maricann.com">www.maricann.com</a>	