

**FORM 51-102F3  
MATERIAL CHANGE REPORT**

**Item 1 Name and Address of Company**

Ikänik Farms Inc. (“**Ikänik**” or the “**Company**”)  
2100 Scotia Plaza - 40 King Street West  
Toronto, Ontario  
M5H 3C2

**Item 2 Date of Material Change**

November 24, 2021

**Item 3 News Releases**

A news release in respect of the material changes was disseminated through the facilities of Cision on December 2, 2021 and subsequently filed on SEDAR.

**Item 4 Summary of Material Change**

The Company announced that Firehouse Holdings Inc. (“**Firehouse**”), a wholly-owned subsidiary of the Company, has entered into a definitive agreement (the “**Agreement**”) to sell all of the issued and outstanding shares of T.H.C.A. Inc. (“**THCA**”) to Grow Big Time, Inc. (“**Grow Big**”), a California corporation, for USD\$3,940,000 in cash (the “**Transaction**”).

**Item 5.1 Full Description of Material Change**

On December 2, 2021, the Company announced that Firehouse, a wholly-owned subsidiary of the Company, has entered into the Agreement to sell all of the issued and outstanding shares of THCA to Grow Big, a California corporation, for USD\$3,940,000 in cash, payable in three installments, with the first of such installments in the amount of USD\$1,000,000 having been paid as at November 26, 2021.

**Item 5.2 Disclosure for Restructuring Transactions**

N/A.

**Item 6 Reliance on subsection 7.1(2) of National Instrument 51-102**

Not applicable.

**Item 7 Omitted Information**

Not applicable.

**Item 8 Executive Officer**

For further information contact Brian Baca, Chief Executive Officer at (951) 210-7250.

**Item 9 Date of Report**

December 3, 2021

**CAUTIONARY NOTE REGARDING FORWARD-LOOKING INFORMATION**

*This material change report includes “forward-looking information” and “forward-looking statements” within the meaning of Canadian securities laws and United States securities laws (together, “forward-looking information”). All information, other than statements of historical facts, included in this news release that address activities, events or developments that the Company expects or anticipates will or may occur in the future is forward-looking information. When used in this news release, words such as “will”, “could”, “plan”, “estimate”, “expect”, “intend”, “may”, “potential”, “believe”, “should”, and similar expressions, are forward-looking information, including, but not limited to, the timing of the remaining two payment installments, the ability of the Company or Firehouse to satisfy all conditions set out under the Agreement and the ability of the Company or Firehouse to close the Transaction on the terms described herein or at all.*

*Although the Company has attempted to identify important factors that could cause actual results, performance or achievements to differ materially from those contained in the forward-looking information, there can be other factors that cause results, performance or achievements not to be as anticipated, estimated or intended, including, but not limited to: changes in laws, a change in management, the remaining two payment installments not being made on the terms or timing described herein or at all, the inability of the Company or Firehouse to satisfy the remaining conditions under the Agreement, the closing of the Transaction not occurring on the terms and timing described herein or at all, the inability to obtain additional financing, increased competition, hindering market growth and state adoption due to inconsistent public opinion and perception of the medical-use and adult-use marijuana industry and, regulatory or political change.*

*There can be no assurance that such information will prove to be accurate or that management’s expectations or estimates of future developments, circumstances or results will materialize. As a result of these risks and uncertainties, the results or events predicted in the forward-looking information may differ materially from actual results or events.*

*Accordingly, readers should not place undue reliance on forward-looking information. The forward-looking information in this news release is made as of the date of this release. The Company disclaims any intention or obligation to update or revise such information, except as required by applicable law, and the Company does not assume any liability for disclosure relating to any other company mentioned herein.*