



CSE: INR
FRANKFURT: 71P

For Immediate Release

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INNOVATIVE PROPERTIES PROVIDES BUSINESS UPDATE, ANNOUNCES PRIVATE PLACEMENT AND APPOINTS NEW VPs

VANCOUVER, BRITISH COLUMBIA, CANADA/ November 5th, 2018, Innovative Properties Inc. (CSE:INR) (“**Innovative Properties**” or the “**Company**”) is pleased to provide a business update, announce a \$2 million non-brokered private placement offering, and announce the appointment of Mr. Shay Shnet as and Mr. Mark Krytiuk as Vice-Presidents of the Company.

Business Update

Given the continued weakness of cryptocurrency markets, the Company has cancelled its previously announced letter of intent (“LOI”) with Modular Block Mining Inc. (“Modular”). Upon the cancellation of the LOI, the Company acquired Modular’s 1406 Canaan Bitcoin mining machines in exchange for full repayment of the Company’s \$4 million loan to Modular. The Company is currently taking possession of the Canaans Bitcoin mining machines and is anticipating starting its Bitcoin mining activities to generate cash flow and return on investment in Q1 of 2019. The Company will continue to evaluate potential investments in the cannabis and blockchain industries

Private Placement Offering

The Company also announces a non-brokered private placement offering of 40,000,000 shares (the “Shares”) at a price of \$0.05 per Share for gross proceeds of \$2,000,000 (the “Offering”). Eventus Capital Corp. has been appointed as a finder in connection with the Offering.

All securities issued in connection with the Offering are subject to a statutory hold period of four months and one day from the date of issuance in accordance with applicable securities legislation. In addition, the Shares will be subject to a 36-month restricted hold period and will be available for resale in accordance with the following schedule: 10% no additional hold period and 15% released every six months thereafter. The net proceeds from the Offering will be used to evaluate potential investments in the cannabis and blockchain industries and to provide general working capital.

Management Additions

Further to the Company’s press release dated February 14, 2018 regarding its evaluation of potential investments in the cannabis and blockchain industries, the Company is currently exploring opportunities in the cannabis space and

is pleased to introduce Mr. Shnet and Mr. Krytiuk as new vice-presidents of the Company to augment its investment business.

The Company has been advised that Mr. Shnet and his related entities and Mr. Krytiuk and his related entities will acquire a portion of these securities for investment purposes and will be disclosed in Early Warning Reports to be filed on SEDAR. Mr. Shnet and Mr. Krytiuk may in the future acquire or dispose of securities of the Company, through the market, privately or otherwise, as circumstances or market conditions warrant.

ON BEHALF OF THE BOARD OF DIRECTORS

“Kevin Ma”

Kevin Ma
Interim CEO and Director

For inquiries, please contact Mario Vetro at 604 687 7130 or email at mario@skanderbegcapital.com

The CSE does not accept responsibility for the adequacy or accuracy of this release.

All statements, other than statements of historical fact, included herein are forward-looking statements that involve various risks and uncertainties. There can be no assurance that such statements will prove to be accurate and actual results and future events could differ materially from those anticipated in such statements. Important factors that could cause actual results to differ, materially from the Company's expectations are disclosed in the Company's documents filed from time to time with the Canadian Securities Exchange, the British Columbia Securities Commission, the Ontario Securities Commission and the Alberta Securities Commission.