

MATICA ENTERPRISES INC.

May 24, 2019

Dear Matica Shareholder,

It is my pleasure to report on an exceptional 2018. In 2018, and thus far in 2019, Matica has met many of our set goals and expectations.

Our flagship project in Dorval, Quebec was granted a Standard Cultivation licence from Health Canada in October. This was a monumental achievement for our team. RoyalMax Biotechnology Canada Inc. is now one of only 13 cultivation licence holders in the Province of Quebec. With the first harvest completed in May 2019 and a second harvest due in June 2019, the Company expects to have its first sales of cannabis by the fall of 2019. Our exceptional team, working in a state of the art facility, has produced what should prove to be a top quality product. Our grow team has managed to produce a yield of over 2.8 pounds of flower per light. These results have truly surpassed our projections.

In 2018, Matica acquired a 181 acre farm south of Montreal where we are planning to erect 1,000,000 square feet of purpose built cannabis specific greenhouses in 200,000 square foot phases. During 2018, five acres were cleared and graded for construction of the first phase expected to advance to foundations this spring and greenhouse erection this summer. The Hemmingford township greenhouses are expected to propel Matica into the forefront of Quebec cannabis producers.

Not satisfied with cultivation alone, Matica has invested in cannabis delivery systems. Matica invested in Yunify Natural Technologies in 2018 with the goal of research and eventual production of cannabis or hemp topicals for the medical and personal care markets. Yunify, on behalf of Matica, has taken steps to introduce hemp derived CBD topicals to the US Market. In addition to topicals, Yunify has developed a personal care mist to remove the odour of cannabis. The product utilizes a naturally programmed Ion Encapsulation technology and contains naturally balanced minerals and trace minerals with high ionic exchange abilities. As with all Yunify products, these are natural and green products.

In anticipation of the expected legalisation of edibles in October of this year, Matica has purchased Trichome Treats. Working with Trichome's award winning chocolatiers we intend to produce a full range of adult-use cannabis infused products. Cannabis edibles, beverages and infused derivatives are due to be part of the future product mix. Building on our successes in 2018, Matica intends to continue to deliver and create value for shareholders.

On behalf of Matica, we would like to thank all our shareholders for their ongoing support.

Yours truly,

“Boris Ziger”

**Boris Ziger
Chief Executive Officer and Director**