

Form 51-102F3
Material Change Report

Item 1 Name and Address of Company

Christina Lake Cannabis Corp. (the “Company”)
Suite 810 – 789 West Pender Street
Vancouver, BC V6C 1H2

Item 2 Date of Material Change

December 9, 2020

Item 3 News Release

The news releases was disseminated by GlobeNewswire, filed on SEDAR and posted to the Issuer’s disclosure hall with the CSE on December 9, 2020.

Item 4 Summary of Material Change

On December 9, 2020, the Company closed a non-brokered private placement of 5,540,000 units of the Company at a price of \$0.30 per unit for gross proceeds of \$1,662,000.

The Company also entered into a purchase agreement dated December 3, 2020, with an arm’s length party, whereby the Company issued 300,000 common shares at a price of \$0.48 per share for the partial payment of 2,000 yards of soil.

Item 5 Full Description of Material Change

Item 5.1 Full Description of Material Change

Please see the attached news release dated December 9, 2020.

Item 5.2 Disclosure for Restructuring Transactions

Not applicable.

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

Joel Dumaresq, Chief Executive Officer
Telephone: 604-687-2038

Item 9 Date of Report

December 15, 2020



Christina Lake Cannabis Closes Private Placement

VANCOUVER, British Columbia, December 9, 2020 – Christina Lake Cannabis Corp. (the “Company” or “CLC” or “Christina Lake Cannabis”) (CSE:CLC), a federally licensed cultivator, processor and vendor under the *Cannabis Act* since 2019, is pleased to announce that it has closed a non-brokered private placement (the “Private Placement”) of 5,540,000 units of the Company (the “Units”) at a price of \$0.30 per Unit for gross proceeds of \$1,662,000. Each Unit consists of one common share (a “Share”) and one-half of one transferable Share purchase warrant (with two half warrants being a “Warrant”). Each Warrant entitles the holder thereof to purchase one additional Share at a price of \$0.50 per Share for a period of two (2) years from the date of issuance. In the event that the Shares have a closing price on the Canadian Securities Exchange (or such other exchange on which the Shares may be traded at such time) of \$0.80 or greater per Share for a period of ten (10) consecutive trading days at any time from the closing of the Private Placement, the Company may accelerate the expiry date of the Warrants by giving notice to the holders thereof (by disseminating a news release advising of the acceleration of the expiry date of the Warrants) and, in such case, the Warrants will expire on the thirtieth day after the date of such notice.

No finder’s fees have been paid in connection with the Private Placement. The Company intends to use the net proceeds from the Private Placement for marketing, development of its products, investor relations activity, and for general working capital purposes.

The Company also advises that it has entered into a purchase agreement dated December 3, 2020, with an arm’s length party (the “Purchase Agreement”), whereby the Company has agreed to issue 300,000 Shares at a price of \$0.48 per Share for the partial payment of 2,000 yards of soil.

All securities issued in connection with the Private Placement and the Purchase Agreement will be subject to a four-month hold period under securities laws.

About Christina Lake Cannabis Corp.

Christina Lake Cannabis Corp. is a licensed producer of cannabis under the *Cannabis Act*. It has secured a standard cultivation licence and corresponding processing/sales amendment from Health Canada (March 2020 and August 2020, respectively) as well as a research and development licence (early 2020). CLC’s facility consists of a 32 acre property, which includes over 950,000 square feet of outdoor grow space, offices, propagation and drying rooms, research facilities, and a facility dedicated to processing and extraction. CLC cultivates cannabis using strains specifically developed for outdoor cultivation and in its inaugural harvest year produced 32,500 kg (71,650 lb) from its existing facility before developing an adjacent 99 acre expansion property, which will bring its annual cultivation footprint to over 4.35 million square feet or over 88,000 kg (194,007 lb) of low-cost, high-quality, sun-grown cannabis.

Suite 810
789 West Pender Street
Vancouver, British Columbia
V6C1H2



Phone: 604-687-2038
Fax: 604-687-3141

On behalf of Christina Lake Cannabis Corp.:

"Joel Dumaresq"

Joel Dumaresq, CEO and Director

For more information about CLC, please visit: www.christinalakecannabis.com

Jamie Frawley
Investor Relations
jamie@clcannabis.com
416-268-9432

Robyn Rabinovich
Media Inquiries
robyn.rabinovich@hkstrategies.ca
416-413-4775

THE CANADIAN SECURITIES EXCHANGE ("CSE") HAS NOT REVIEWED AND DOES NOT ACCEPT RESPONSIBILITY FOR THE ACCURACY OR ADEQUACY OF THIS RELEASE.

Forward-Looking Information: This news release includes certain statements that may be deemed "forward-looking statements." The use of any of the words "anticipate," "continue," "estimate," "expect," "may," "will," "would," "project," "should," "believe" and similar expressions are intended to identify forward-looking statements. Although the Company believes that the expectations and assumptions on which the forward-looking statements are based are reasonable, undue reliance should not be placed on the forward-looking statements because the Company can give no assurance that they will prove to be correct. Since forward-looking statements address future events and conditions, by their very nature they involve inherent risks and uncertainties. These statements speak only as of the date of this News Release. Actual results could differ materially from those currently anticipated due to a number of factors and risks including various risk factors discussed in the Company's disclosure documents which can be found under the Company's profile on www.sedar.com.