

**Form 51-102F3**  
**Material Change Report**

**Item 1 Name and Address of Company**

Transcanna Holdings Inc. (the "Company")  
Suite 820-1130 West Pender Street  
Vancouver, B.C. V6E 4A4

**Item 2 Date of Material Change**

July 11, 2019

**Item 3 News Release**

A news release was disseminated on July 12, 2019 through the facilities of Newsfile Corp.

**Item 4 Summary of Material Change**

The Company and Lifestyle Delivery Systems Inc. have terminated the proposed business combination between them.

**Item 5 Full Description of Material Change**

The Company previously entered into a letter of intent with LDS regarding a proposed business combination whereby the Company would acquire all the outstanding common shares of LDS at a price equal to the greater of \$51,660,140 payable in common shares of the Company and the amount resulting from a fixed exchange ratio of one (1) common share of the Company for every ten (10) LDS common shares held.

The parties have since mutually determined to terminate the letter of intent and proposed business combination.

**Item 6 Reliance on subsection 7.1(2) or (3) of National Instrument 51-102**

This Report is not being filed on a confidential basis in reliance on subsection 7.1(2) or (3) of National Instrument 51-102.

**Item 7 Omitted Information**

No information has been omitted on the basis that it is confidential information.

**Item 8 Executive Officer**

James Pakulis, CEO is knowledgeable about the material change and the Report and may be contacted (604) 609.6199.

**Item 9 Date of Report**

July 12, 2019