



Canadian Cannabis Opportunity and Regulation

Canadian Cannabis Market Opportunity

An emerging multi-billion \$ industry



- Supportive Regulatory Framework
 - Legislation legalising recreational cannabis expected in mid/late 2018
 - Canada will be the largest federal jurisdiction to legalise cannabis consumption
- Large Market Opportunity*
 - \$4.9 to \$8.7 billion base retail market value
 - \$12.7 to \$22.6 billion with ancillary multiplier (e.g. growers, labs, security)
 - **>\$22.6 billion total market potential** (e.g. tourism, tax, license fees)
- MMJ currently has 3 investments in Canada that are well positioned to capture this market opportunity



*Source: Deloitte 2016 - Recreational Marijuana Insights and Opportunities

Medical Cannabis

Licensing laws are established and MMJ's investments are well placed



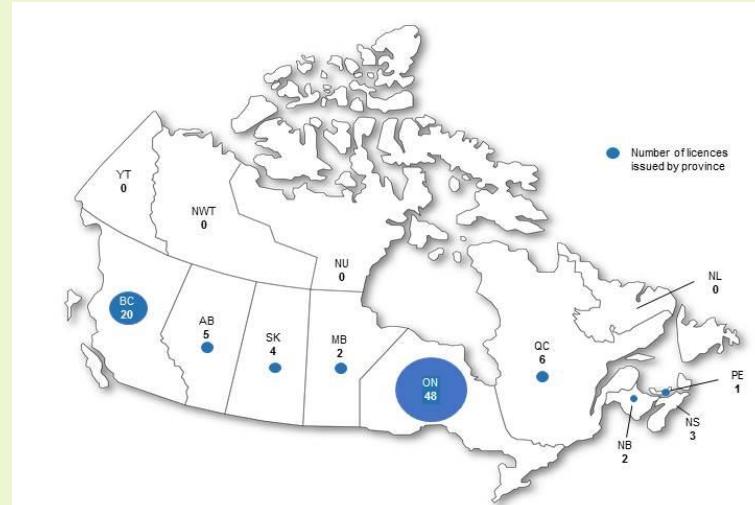
Licensed Producers

- Licences issued by Health Canada under Access to Cannabis for Medical Purposes Regulations (ACMPR)
- Producers may be licensed to:
 - cultivate and/or sell cannabis plants and dried cannabis, and/or
 - produce fresh cannabis and cannabis oil
- Only producers authorised to produce **and** sell to registered members of the public may sell or provide dried cannabis, fresh cannabis, cannabis oil, or starting materials (e.g. cannabis seeds, plants) to those persons
 - Harvest One's horticultural subsidiary, United Greeneries, is licensed to cultivate and sell cannabis plants and dried cannabis
 - Weed Me expects its cultivation license in the next month or so with a sales license expected by mid/late 2018
 - Dosecann is applying to be a Licensed Producer; timing TBD

Licensed Dealers

- Licences issued under the Narcotic Control Regulations allow the conduct of activities with cannabis (including laboratory testing and analysis)
 - Dosecann aims to be a Licensed Dealer by mid/late 2018, allowing them to import and export cannabis in any form

91 Licensed Producers across Canada



As cannabis is a controlled substance, to reduce the risk of diversion, factors such as physical capacity (size of building, physical security considerations, number of staff, cultivation technique), sale capacity, and inventory levels are considered before issuing a production licence

Source: www.canada.ca

Recreational Cannabis

Federal legalisation mid/late 2018; Provincial approach to regulation, distribution and sale



Federal legalisation of recreational cannabis use expected in mid/late 2018 (under the federal government's Cannabis Act (Bill C-45))

- Responsibility of the sale and distribution of cannabis assigned to the provinces

British Columbia (home province of Harvest One)

- BC Liquor Distribution Branch will be the wholesale distributor of recreational cannabis with opportunities for both public and private retail stores (which would be licensed similar to private liquor stores in the province)
- The province anticipates releasing further details about both public and private opportunities in early 2018 and stated that municipalities will have a role in how the retail model rolls out in their communities
- The province has not revealed how the new regulations will affect existing dispensaries that are operating through municipal licenses (such as in Vancouver and Victoria) or illegally across B.C.
- Minimum age of 19 to use, purchase or possess recreational cannabis

Ontario (home province of Weed Me)

- Liquor Control Board of Ontario to oversee the legal retail of cannabis through stand-alone cannabis stores and a government-controlled online ordering service
- 150 standalone retail stores by 2020, with a plan to have 80 of the stores operational by July 1, 2019. Online distribution available as of July 2018
- Cannabis and alcohol cannot be sold together; edibles or cannabis-infused foods will not be sold online or in retail stores
- Minimum age of 19 to use, purchase or possess recreational cannabis; cannot use it in public places and work spaces

Prince Edward Island (home province of Dosecann)

- P.E.I. Liquor Commission will operate retail locations separately from liquor stores; will also be available for purchase through an e-commerce platform
- Minimum age of 19 to use, purchase or possess recreational cannabis

Contact Details and Disclaimer



Investor Enquiries:

Jason Conroy
Chief Executive Officer
info@mmjphytotech.com.au

Media Enquiries:

Sam Burns
Six Degrees Investor Relations
M: +61 400 164 067

DISCLAIMER

This presentation has been prepared by MMJ PhytoTech Limited (the "Company"). It does not purport to contain all the information that a prospective investor may require in connection with any potential investment in the Company. You should not treat the contents of this presentation, or any information provided in connection with it, as financial advice, financial product advice or advice relating to legal, taxation or investment matters.

No representation or warranty (whether express or implied) is made by the Company or any of its officers, advisers, agents or employees as to the accuracy, completeness or reasonableness of the information, statements, opinions or matters (express or implied) arising out of, contained in or derived from this presentation or provided in connection with it, or any omission from this presentation, nor as to the attainability of any estimates, forecasts or projections set out in this presentation.

This presentation is provided expressly on the basis that you will carry out your own independent inquiries into the matters contained in the presentation and make your own independent decisions about the affairs, financial position or prospects of the Company. The Company reserves the right to update, amend or supplement the information at any time in its absolute discretion (without incurring any obligation to do so).

Neither the Company, nor its related bodies corporate, officers, their advisers, agents and employees accept any responsibility or liability to you or to any other person or entity arising out of this presentation including pursuant to the general law (whether for negligence, under statute or otherwise), or under the Australian Securities and Investments Commission Act 2001, Corporations Act 2001, Competition and Consumer Act 2010 or any corresponding provision of any Australian state or territory legislation (or the law of any similar legislation in any other jurisdiction), or similar provision under any applicable law. Any such responsibility or liability is, to the maximum extent permitted by law, expressly disclaimed and excluded.

Nothing in this material should be construed as either an offer to sell or a solicitation of an offer to buy or sell securities. It does not include all available information and should not be used in isolation as a basis to invest in the Company.

FUTURE MATTERS

This presentation contains reference to certain intentions, expectations, future plans, strategy and prospects of the Company.

Those intentions, expectations, future plans, strategy and prospects may or may not be achieved. They are based on certain assumptions, which may not be met or on which views may differ and may be affected by known and unknown risks. The performance and operations of the Company may be influenced by a number of factors, many of which are outside the control of the Company. No representation or warranty, express or implied, is made by the Company, or any of its directors, officers, employees, advisers or agents that any intentions, expectations or plans will be achieved either totally or partially or that any particular rate of return will be achieved.

Given the risks and uncertainties that may cause the Company's actual future results, performance or achievements to be materially different from those expected, planned or intended, recipients should not place undue reliance on these intentions, expectations, future plans, strategy and prospects. The Company does not warrant or represent that the actual results, performance or achievements will be as expected, planned or intended.

US DISCLOSURE

This document does not constitute any part of any offer to sell, or the solicitation of an offer to buy, any securities in the United States or to, or for the account or benefit of any "US person" as defined in Regulation S under the US Securities Act of 1933 ("Securities Act"). The Company's shares have not been, and will not be, registered under the Securities Act or the securities laws of any state or other jurisdiction of the United States, and may not be offered or sold in the United States or to any US person without being so registered or pursuant to an exemption from registration including an exemption for qualified institutional buyers.