

AusCann Joint Venture Harvests Second Crop in Chile

Highlights

Australia

- AusCann's Chilean JV DayaCann has completed its second harvest
- The harvest yielded 620kg of dried cannabis buds, an increase from last year's crop
- The yield will be used for Chilean patients and potential export
- Patients in Chile's new special access scheme are being supplied DayaCann cannabis
- AusCann sees significant potential in the South American market following recent regulatory changes in the region

Thursday 07 June 2018 – Leading medical cannabis company **AusCann Group Holdings Limited** (ASX:AC8) (AusCann or 'the Company') is pleased to announce that it has completed its second harvest with DayaCann joint venture partner Fundación Daya in Chile. The second crop yielded 620kg of dried cannabis product, an increase of over 50 per cent on the 400kg yielded from the first crop. This equates to an approximate yield of 1.2 tonnes per Hectare.

DayaCann has a total 30-hectare facility in the south of Santiago which features an open greenhouse to grow various strains for particular cannabinoid profiles. DayaCann planted the second crop at the end of 2017 using the superior strains selected from the first crop.

Fundación Daya has worked with the Chilean National Institute of Public Health to establish a special access scheme (SAS) similar to the one in Australia which enables patients in Chile access to local medicinal cannabis product. The medical cannabis product in Chile's SAS is being locally manufactured at Knop Laboratories from cannabis supplied by DayaCann.

AusCann sees the South American market as internationally significant following recent legislative changes in Argentina, which has joined Chile, Colombia and Uruguay in legalising medical cannabis for therapeutic purposes.

AusCann Managing Director Elaine Darby: "This second harvest in Chile represents an important step in our Chilean operation. It is encouraging to see that our medical cannabis can be accessed by patients through the new SAS scheme in Chile whilst clinical studies are progressing."

Fundación Daya founder Nicolás Dormal: "We are very excited with the yield from this second crop which will provide patients in Chile with much-needed cannabis-based medicines for a range of illnesses. In addition to supplying Chilean patients with high quality medical cannabis, DayaCann is geographically well-positioned to become a supplier of clinically validated medical cannabis products to patients in other Latin American countries."

AusCann Group Holdings | Video

Please click to view DayaCann's 30-hectare facility in the south of Santiago:
<https://www.youtube.com/watch?v=oMg6eRuP1Dk>

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AusCann Group Holdings | Images

Operations and medical cannabis product at DayaCann's facility

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ABOUT AUSCANN

AusCann Group Holdings Limited (ASX:AC8) is an Australian-based pharmaceutical company that aims to produce high quality, economical, and clinically validated cannabinoid medicines. AusCann is bringing together leading expertise and operations across all aspects of the medical cannabis value chain, beginning with cultivation and production, through to manufacture and distribution of products. Through partnerships with industry experts, existing leading market participants and doctors, AusCann is building operations and educating the medical community about the benefits of cannabinoid medicines. Incorporated in 2014, AusCann is currently the only ASX listed company with the full set of necessary licences to grow and manufacture cannabinoid medicines in Australia. The company is initially targeting medications for neuropathic and chronic pain in Australia and Chile, whilst exploring global export opportunities. To learn more please visit: www.auscann.com.au

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