

Nations Cannabis

Nations Cannabis (Nations) is a majority-controlled Cannabis production company located in Burns Lake BC. The facility is located on fee simple land owned by the six Nations in the Burns Lake area. Hiring, training/education, procurement and ancillary business opportunities will be promoted to the local Nations, rejuvenating the local economy. Nations' is now a "Late Stage Applicant", has cleared security and is in the review stages of the Health Canada application process. Nations has applied for a License to Cultivate, sell and Process Cannabis, as well as processing of Hemp for CBD.

We will be allocating 5% of EBITDA in trust on behalf of the local First Nations to be used to fund regional priorities in education, employment, business, health, etc. While this is specific to the local First Nations, the spin off for the Non-Indigenous population is significant so it has the full support of the Village of Burns Lake.

- Construction of the retrofitted existing facility is slated to begin in March 2019. It will be a 55,000 ft² building with over 40,000 ft² growing area.
- We are currently in contract discussions with a Hemp cultivation company to provide processing and sales.
- Multiple Cannabis Dispensary groups are wishing to partner with our Indigenous Brand.
- We are negotiating with a group to construct a bio-energy facility on our property, which would provide additional revenue streams, careers and a cultivation savings for the Cannabis production; and equally as importantly, provide inexpensive power.

17% of the Aboriginal population in Canada lived in British Columbia in 2011, making up 5% of the total population of that province. That number has increased to as high as 7%. We are advising the Provincial Government by providing recommendations for making the Cannabis Industry a part of Indigenous Reconciliation; economic solution, including a "set aside/ quota" on Cannabis sales and distribution in the province, and access to private dispensary sales licenses. For the Province to set aside 5% - 7% for Indigenous business opportunities, we would set the trend for Canada, with economic and social benefits flowing almost immediately to the Indigenous Population of BC.

We are concurrently assessing the viability, timing and benefits of transferring this Fee-Simple land into reserve land. Among other considerations, we want to ensure that there are benefits to our investors, employees, and the 6 Nations who currently own the land.

Nations Cannabis reflects 5 years of consultation, planning and Brand development to provide solutions to:

- Health issues facing Indigenous People that can be alleviated by medical cannabis;
- Opportunity for economic participation for and by, Indigenous People; and
- The lack of Indigenous businesses in this space; medical and recreational sales, and dispensaries.

We have positioned our Brand as:

- Indigenous controlled and branded for the long-term benefit of Indigenous People, as well as non-Indigenous people who support social enterprising businesses.
- Part of the solution addressing the critical needs related to the urgent health and social issues within Indigenous communities across the country – including, but not limited to, opioid and alcohol abuse, diabetes, preventable disease, and overall Indigenous healthcare deficits.
- To position the company to become a premier Indigenous cannabis producer, domestically and abroad.
- To strive to be one of the greenest Cannabis Cultivation company in Canada.