

For Public Release
NZX Limited
Wellington

23 August 2022

Cannasouth Announces Opening of Rights Issue Offer

Cannasouth Limited (NZX:CBD) announced its intention to launch a 1 for 10 pro-rata renounceable rights issue to raise up to circa \$4.1 million ("Rights Offer") on Friday 12th August 2022.

The Rights Offer opens today.

The Rights to acquire new shares in CBD are now quoted on the NZX Main Board under ticker code "CBDRA".

From today, Eligible Shareholders will be sent a copy of the Rights Issue Offer Document, together with their personalised Letter of Entitlement and Acceptance Form, which Form delineates each respective shareholders entitlement to participate in the Rights Offer.

In addition, CBD will send out a letter to those shareholders who are not entitled to participate in the Rights Offer ("Ineligible Shareholders").

The following documents accompany this announcement:

1. Rights Issue Offer Document
2. Pro forma Letter of Entitlement and Acceptance Form
3. Cleansing Statement dated 23 August 2022
4. Letter to be sent to Ineligible Shareholders

-ENDS-

For further information visit www.cannasouth.co.nz or contact:

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About Cannasouth Limited

Cannasouth is a vertically integrated biopharmaceutical Group. The Group has been established to focus on the commercial development of the medicinally beneficial attributes of cannabinoid compounds produced by the cannabis plant, and other health products and medicines. Our goal is to support patients' health outcomes and improve their quality of life. Our products will be produced under GxP, using environmentally friendly methods, ensuring patients are treated with therapeutic products of the highest quality. Cannasouth Limited is the parent company, listed on the NZX, and is 100% owner of Cannasouth Bioscience Ltd, Cannasouth Cultivation Ltd, and Midwest Pharmaceuticals NZ Ltd.

For video footage, photos and logos please visit: <https://www.cannasouth.co.nz/about/media/>