

Cannasouth Limited

Corporate Action Notice

Section 1: Issuer information (mandatory)				
Name of issuer	Cannasouth Limited			
Class of Financial Product	Ordinary Shares			
NZX ticker code	CBD			
ISIN (If unknown, check on NZX website)	NZCBDE0009S6			
Name of Registry	Link Market Services Limited			
Type of corporate action (Please mark with an X in the relevant box/es)	Share Purchase Plan/retail offer		Renounceable Rights issue or Accelerated Offer	
	Capital reconstruction		non-Renounceable Rights issue or Accelerated Offer	X
	Call		Bonus issue	
Record date	09/05/2023			
Ex Date (one business day before the Record Date)	08/05/2023			
Currency	NZD			
Section 2: Rights issue or Accelerated Offer				
If Accelerated Offer, structure	N/A			
Number of Rights to be issued	15,517,241 (subject to rounding)			
Maximum number of Financial Products under the Rights issue	<p>15,517,241 ordinary shares.</p> <p>For every two ordinary shares subscribed for under the offer, an investor will receive one option to acquire an ordinary share at an exercise price of \$0.29 per share. Accordingly up to 7,758,620 options could be issued under the Rights issue. The options may only be exercised in the period commencing 6 months from the date of their issue (30 November 2023, on the basis of the intended issue date) and ending 36 months after the date of their issue (31 May 2026, on the basis of the intended issue date). The options will not be quoted.</p> <p>The total number of ordinary shares (and options) to be issued will be determined by the results of the Rights Offer and the Oversubscription Facility which will be announced on or about 29/05/2023.</p>			

ISIN of Rights security (if applicable)	N/A. Rights will not be quoted and are not privately Renounceable.			
Oversubscription facility	Yes. New Shares not taken up in the Rights Issue by Eligible Shareholders, and Rights which are attributable to Ineligible Shareholders (and which cannot be taken up under the Offer) will be offered through an Oversubscription Facility. Eligible Shareholders who take up their Rights in full, and certain other eligible investors will be able to participate in this process.			
Entitlement ratio (for example 1 for 3)	New	1	Existing	9.53075
Treatment of fractions**	Rounded down to the nearest whole			
Subscription price (per Financial Product)	\$0.29 per New Share			
Letters of entitlement mailed	12/05/2023			
Offer open	10/05/2023			
Offer close	24/05/2024			
Quotation date (if Rights will be quoted)	N/A			
Allotment date	Market close on: 31/05/2023			
Section 7: Authority for this announcement (mandatory)				
Name of person authorised to make this announcement	Mark Lucas			
Contact person for this announcement	Mark Lucas			
Contact phone number	021 484 649			
Contact email address	mark.lucas@cannasouth.co.nz			
Date of release through MAP	01/05/2023			