

Section 1: Issuer information	
Name of issuer	Cannasouth Limited
NZX ticker code	CBD
Class of financial product	Options to acquire Ordinary Shares (issued 6 August 2021)
ISIN	Not quoted
Currency	NZD
Section 2: Capital change details	
Number redeemed (exercised)	834
Nominal value (if any)	N/A
Redemption/exercise price per security	\$0.40
Nature of the payment	The exercise price was paid in cash on the date of the exercise of the Options.
Amount paid up (if not in full)	N/A
Percentage of total class of Financial Products redeemed/exercised	0.02% of this class of Option
For an issue of Convertible Financial Products or Options, the principal terms of Conversion (for example the Conversion price and Conversion date and the ranking of the Financial Product in relation to other Classes of Financial Product) or the Option (for example, the exercise price and exercise date)	N/A
Reason for redemption/exercise and specific authority for issue	<p>The options were issued by CBD to raise as part of a capital raising initiative undertaken to raise additional funding to expedite certain initiatives to be undertaken by CBD.</p> <p>834 Options were exercised and extinguished in accordance with the terms of their issue, and 834 new ordinary fully paid shares were issued in their stead.</p> <p>The new 834 shares were issued with the approval of a resolution of Directors of CBD and in accordance with Listing Rule 4.5.1.</p>

Total number of Financial Products of the Class after the redemption/exercise and the total number of Financial Products of the Class held as Treasury Stock after the issue	3,825,201
In the case of an acquisition of shares, whether those shares are to be held as treasury stock	N/A
Specific authority for the redemption/exercise, including a reference to the rule pursuant to which the issue, is made	The Options were exercised in accordance with the terms of the issue of the Options. The Options were issued with the approval of a resolution of Directors of CBD and in accordance with Listing Rule 4.5.1.
Terms or details of the redemption/exercise	<p>834 Options were exercised and extinguished in accordance with the terms of their issue, and 834 new ordinary fully paid shares were issued in their stead.</p> <p>The exercise price of \$0.40 was payable by the holders of the Options in cash on the date of exercise.</p>
Date of redemption	2 September 2022
Section 3: Authority for this announcement and contact person	
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	5 September 2022