

# MMJ Group Holdings Ltd

09:58 26 Sep 2019

## MMJ Group Holdings invests C\$6 million in Canadian listed company WeedMD INC

MMJ Group Holdings Ltd (ASX:MMJ) has invested C\$6 million in Canadian listed company WeedMD Inc (CVE:WMD).

MMJ worked with its specialist management company, Embark Ventures, to evaluate the investment opportunity and WeedMD is the third investment made for MMJ.

### Multi-channelled distribution strategy

WeedMD Inc is the publicly-traded parent company of WeedMD Rx Inc - a federally licensed producer of cannabis products for both the medical and adult-use markets.

The company owns and operates a 158-acre state-of-the-art greenhouse and outdoor facility location in Strathroy, Ontario.

WeedMD also operates CX industries, a wholly-owned subsidiary of Weed MD which operates out of the company's fully licenced 26,000 square foot Aylmer, Ontario production facility.

The Canadian cannabis producer has a multi-channelled distribution strategy that includes selling directly to medical patients as well as maintaining strategic relationships across the seniors' market and supply agreements with Shoppers Drug Mart.

### Investment details

MMJ's investment consists of CAD\$6 million in 8.5% unsecured convertible debenture units issued by WeedMD which may be converted into 3.75 million shares within three years.

MMJ has also secured the right to make further investments in WeedMD through warrants that allow MMJ to acquire an additional 3.75 million shares for CAD \$1.80 each for a period of three years.

Settlement of the WeedMD investment is expected on or about September 26 and will be funded from MMJ's existing cash reserves of AUD\$20 million.

**Price:** 0.093

**Market Cap:** \$21.39 m

#### 1 Year Share Price Graph



#### Share Information

**Code:** MMJ

**Listing:** ASX

**52 week High Low**  
0.31 0.062

**Sector:** Cannabis

**Website:** www.mmjgh.com.au

#### Company Synopsis:

MMJ Group Holdings Ltd (ASX:MMJ), formerly known as MMJ Phytotech Ltd, owns a portfolio of minority investments and aims to invest across the full range of emerging cannabis-related sectors. The company is listed on the Australian Securities Exchange.

action@proactiveinvestors.com.au

Proactive Investors facilitate the largest global investor network across 4 continents in 4 languages. With a team of analysts, journalists & professional investors Proactive produce independent coverage on 1000's of companies across every sector for private investors, private client brokers, fund managers and international investor communities.

Contact us +61 (0)2 9280 0700 [action@proactiveinvestors.com.au](mailto:action@proactiveinvestors.com.au)

### No investment advice

The Company is a publisher. You understand and agree that no content published on the Site constitutes a recommendation that any particular security, portfolio of securities, transaction, or investment strategy is suitable or advisable for any specific person. You understand that the Content on the Site is provided for information purposes only, and none of the information contained on the Site constitutes an offer, solicitation or recommendation to buy or sell a security. You understand that the Company receives either monetary or securities compensation for our services. We stand to benefit from any volume which any Content on the Site may generate.

You further understand that none of the information providers or their affiliates will advise you personally concerning the nature, potential, advisability, value, suitability or profitability of any particular security, portfolio of securities, transaction, investment, investment strategy, or other matter.

You understand that the Site may contain opinions from time to time with regard to securities mentioned in other products, including Company-related products, and that those opinions may be different from those obtained by using another product related to the Company. You understand and agree that contributors may write about securities in which they or their firms have a position, and that they may trade such securities for their own account. In cases where the position is held at the time of publication and such position is known to the Company, appropriate disclosure is made. However, you understand and agree that at the time of any transaction that you make, one or more contributors may have a position in the securities written about. You understand that price and other data is supplied by sources believed to be reliable, that the calculations herein are made using such data, and that neither such data nor such calculations are guaranteed by these sources, the Company, the information providers or any other person or entity, and may not be complete or accurate.

From time to time, reference may be made in our marketing materials to prior articles and opinions we have published. These references may be selective, may reference only a portion of an article or recommendation, and are likely not to be current. As markets change continuously, previously published information and data may not be current and should not be relied upon.

The Site does not, and is not intended to, provide investment, tax, accounting, legal or insurance advice, and is not and should not be construed as providing any of the foregoing. You should consult an attorney or other relevant professional regarding your specific legal, tax, investment or other needs as tailored to your specific situation.

In exchange for publishing services rendered by the Company on behalf of MMJ Group Holdings Ltd named herein, including the promotion by the Company of MMJ Group Holdings Ltd in any Content on the Site, the Company receives from said issuer annual aggregate cash compensation in the amount up to Twenty Five Thousand dollars (\$25,000).