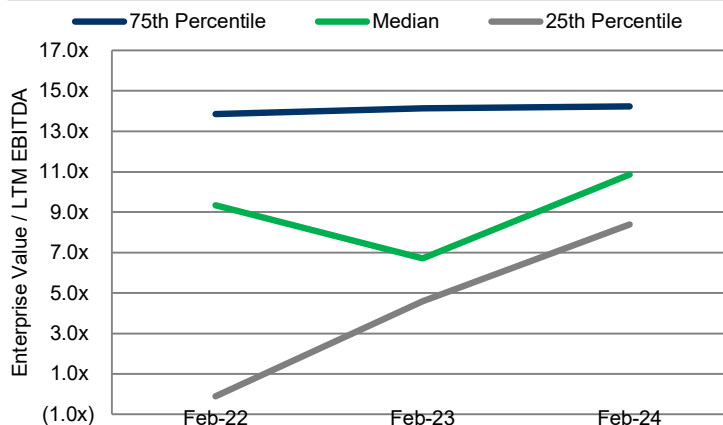


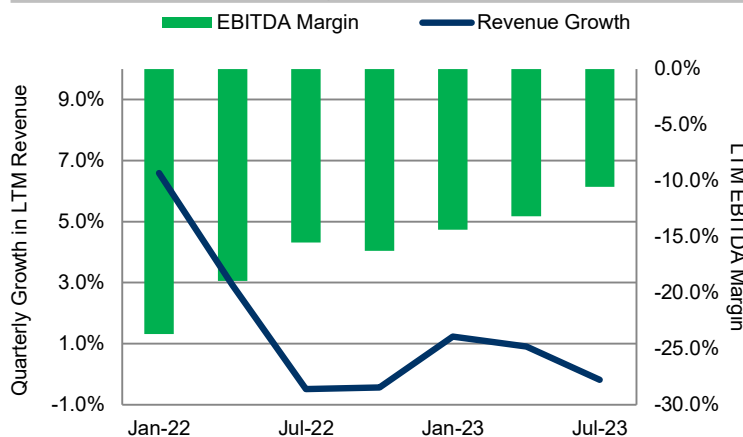
M&A Activity

- The cannabis industry has continued to struggle since falling from its 2021 highs. The industry has undergone financial distress as rising borrowing costs put businesses under pressure causing some stocks to shed over 90% of their value. M&A came to a standstill with mostly smaller deals completed in 2023. Distressed opportunities could provide a boost in 2024 for companies with available capital. There are also questions around regulatory issues in the form of rescheduling the substance from level one to level three. This change would provide a substantial tax relief on the federal level for businesses providing a much-needed boost. 2024 could be a positive year for the industry as a slightly more positive outlook and regulatory landscape could attract investors back to the sector.
- On November 27, 2023, Cronos Group Inc. announced that its wholly owned subsidiary entered into an agreement with Future Farmco Canada Inc., a vertical farming company, for the sale and leaseback of its property located in Ontario for approximately \$16.9 million.

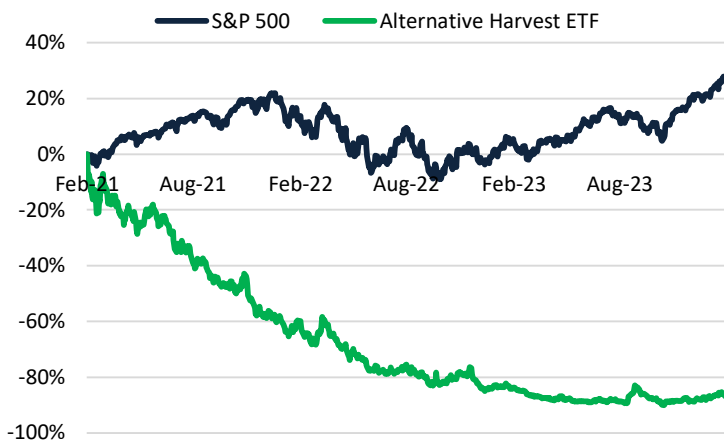
Enterprise Value to 2 Year Projected EBITDA¹



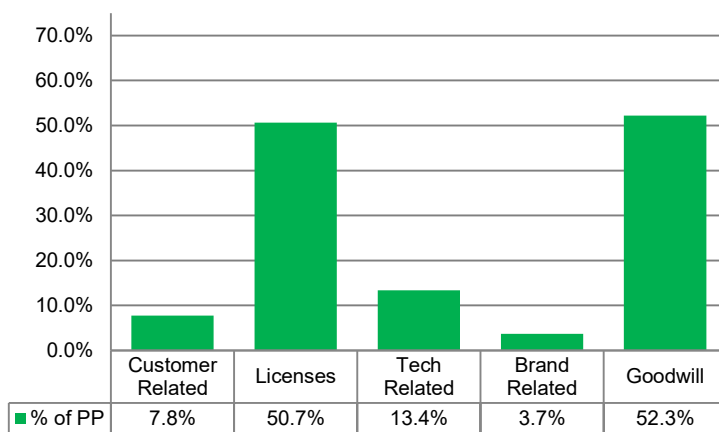
EBITDA Margin & Revenue Growth



Relative Stock Price Returns



Purchase Price Allocation % from Recent Transactions



Notable M&A Deals



On February 8, 2024, Aurora Cannabis Inc., a leading global medical cannabis company, solidified its position as the largest player in the global medical cannabis market by acquiring MedReleaf Australia, a subsidiary of Indica Industries Pty Ltd., for approximately \$29 million.



On December 20, 2023, MedMen Enterprises Inc. announced that it agreed to sell its cannabis assets in Arizona and Nevada to competitor Mint Cannabis, an Arizona-based multistate operator, for approximately \$30 million and will exit those markets.



On December 18, 2023, Canopy Growth Corporation announced that the Company completed the divestiture of its This Works skincare and wellness brand to Inspirit Capital, a London-based investment firm, for approximately \$11.8 million.