



## Update Summary

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### Entity name

CANN GROUP LIMITED

### Announcement Type

Update to previous announcement

### Date of this announcement

28/7/2021

### Reason for update to a previous announcement

Due to a delay in the settlement process, the proposed issue date has been amended to 30 July 2021.

Refer to next page for full details of the announcement



## Part 1 - Entity and announcement details

**1.1 Name of +Entity**

CANN GROUP LIMITED

We (the entity named above) give ASX the following information about a proposed issue of +securities and, if ASX agrees to +quote any of the +securities (including any rights) on a +deferred settlement basis, we agree to the matters set out in Appendix 3B of the ASX Listing Rules.

If the +securities are being offered under a +disclosure document or +PDS and are intended to be quoted on ASX, we also apply for quotation of all of the +securities that may be issued under the +disclosure document or +PDS on the terms set out in Appendix 2A of the ASX Listing Rules (on the understanding that once the final number of +securities issued under the +disclosure document or +PDS is known, in accordance with Listing Rule 3.10.3C, we will complete and lodge with ASX an Appendix 2A online form notifying ASX of their issue and applying for their quotation).

**1.2 Registered Number Type**

ACN

**Registration Number**

603949739

**1.3 ASX issuer code**

CAN

**1.4 The announcement is**☒ Update/amendment to previous announcement**1.4a Reason for update to a previous announcement**

Due to a delay in the settlement process, the proposed issue date has been amended to 30 July 2021.

**1.4b Date of previous announcement to this update**

26/7/2021

**1.5 Date of this announcement**

28/7/2021

**1.6 The Proposed issue is:**☒ A placement or other type of issue



## Part 7 - Details of proposed placement or other issue

### Part 7A - Conditions

**7A.1 Do any external approvals need to be obtained or other conditions satisfied before the placement or other type of issue can proceed on an unconditional basis?**

☒ Yes

#### 7A.1a Conditions

Approval/Condition	Date for determination	Is the date estimated or actual?	** Approval received/condition met?
+Security holder approval	7/9/2021	<input checked="" type="checkbox"/> Estimated	No

#### Comments

32,472,724 Placement Shares will be issued under the Company's Listing Rule 7.1 placement capacity on the proposed issue date. Subscriptions by directors for 3,890,912 shares require shareholder approval under Listing Rule 10.11. The Company will seek such approval at a general meeting of the Company.

### Part 7B - Issue details

**Is the proposed security a 'New class' (+securities in a class that is not yet quoted or recorded by ASX) or an 'Existing class' (additional securities in a class that is already quoted or recorded by ASX)?**

☒ Existing class

**Will the proposed issue of this +security include an offer of attaching +securities?**

☒ No

#### Details of +securities proposed to be issued

##### ASX +security code and description

CAN : ORDINARY FULLY PAID

##### Number of +securities proposed to be issued

36,363,636

##### Offer price details

**Are the +securities proposed to be issued being issued for a cash consideration?**

☒



☒ Yes

**In what currency is the cash consideration being paid?**

AUD - Australian Dollar

**What is the issue price per +security?**

AUD 0.27500

**Will these +securities rank equally in all respects from their issue date with the existing issued +securities in that class?**

☒ Yes

#### Part 7C - Timetable

##### 7C.1 Proposed +issue date

30/7/2021

#### Part 7D - Listing Rule requirements

**7D.1 Has the entity obtained, or is it obtaining, +security holder approval for the entire issue under listing rule 7.1?**

☒ No

**7D.1b Are any of the +securities proposed to be issued without +security holder approval using the entity's 15% placement capacity under listing rule 7.1?**

☒ Yes

**7D.1b ( i ) How many +securities are proposed to be issued without security holder approval using the entity's 15% placement capacity under listing rule 7.1?**

32,472,724

**7D.1c Are any of the +securities proposed to be issued without +security holder approval using the entity's additional 10% placement capacity under listing rule 7.1A (if applicable)?**

☒ No

**7D.2 Is a party referred to in listing rule 10.11 participating in the proposed issue?**

☒ Yes

**7D.3 Will any of the +securities to be issued be +restricted securities for the purposes of the listing rules?**

☒ No

**7D.4 Will any of the +securities to be issued be subject to +voluntary escrow?**

☒ No



## Part 7E - Fees and expenses

### 7E.1 Will there be a lead manager or broker to the proposed issue?

☒ Yes

#### 7E.1a Who is the lead manager/broker?

PAC Partners Securities Pty Ltd (ACN 623 653 912)

#### 7E.1b What fee, commission or other consideration is payable to them for acting as lead manager/broker?

Management fee - 2%

Selling fee - 4%

In each case applied to the gross proceeds raised under the Placement.

### 7E.2 Is the proposed issue to be underwritten?

☒ No

### 7E.4 Details of any other material fees or costs to be incurred by the entity in connection with the proposed issue

Nil.

## Part 7F - Further Information

### 7F.01 The purpose(s) for which the entity is issuing the securities

To raise additional working capital

### 7F.1 Will the entity be changing its dividend/distribution policy if the proposed issue proceeds?

☒ No

### 7F.2 Any other information the entity wishes to provide about the proposed issue

32,472,724 Placement Shares will be issued under the Company's Listing Rule 7.1 placement capacity on the proposed issue date. Subscriptions by directors for 3,890,912 shares require shareholder approval under Listing Rule 10.11. The Company will seek such approval at a general meeting of the Company.

This update to the previous announcement is provided because a delay in settlement has resulted in a change to the proposed issue date - the revised issue date is now Friday 30 July 2021.

### 7F.3 Any on-sale of the +securities proposed to be issued within 12 months of their date of issue will comply with the secondary sale provisions in sections 707(3) and 1012C(6) of the Corporations Act by virtue of:

☒ The publication of a cleansing notice under section 708A(5), 708AA(2)(f), 1012DA(5) or 1012DAA(2)(f)