

\$3.75M Raised in Share Placement

Cann Global Ltd (ASX: CGB, Company) is pleased to advise that the Company has agreed to place 750 million new fully paid ordinary shares at 0.5 cents per share to raise \$3.75 million before costs (**Placement**). Placement funds will be used to clear the company's liabilities including the outstanding convertible note liabilities, of approximately \$3M, with remaining funds raised available for general working capital. Besides the advantage to the Company of being debt free, repayment of the convertible securities also removes the uncertainty around the amount of future dilution of shares that may have been generated by these instruments.

Commenting on the Placement, Cann Global's Managing Director, Sholom Feldman said: "The Company is now in a very advantageous position with a strong debt free balance sheet, which gives a solid foundation for the Company to focus on growth and expansion as we move into 2021. In addition, repayment of these convertible note liabilities represents the elimination of a significant future refinancing risk. The additional capital raised will add further to the Company's strong balance sheet position to fund initiatives that drive revenue growth, which we believe will translate into a sustained increase in shareholder value.

"We thank our investors and shareholders for their continued support and are delighted to welcome new shareholders to Cann Global who have conviction in the growth prospects of the Company and management's progress towards leveraging these growth opportunities. There has been a recent resurgence of interest in the sector with recent positive macro regulatory developments which will undoubtedly benefit Cann Global."

Further details on the Placement

The Placement shares will be issued to professional and sophisticated investors. 444.6 million Placement shares will be issued using the Company's issue capacity under Listing Rule 7.1 A, with the balance to be issued under Listing Rule 7.1.

Placement participants will receive options exercisable at 1.2 cents and expiring on 31 January 2022. The Placement options are proposed to be issued in two tranches. The first tranche, of 125 million options will be issued under the Company's Listing Rule 7.1 capacity at the same time as the Placement shares, with the second tranche of 187.5 million options being subject to Shareholder approval at a meeting expected to be convened early 2021. A further 15 million options (on the same terms and also subject to Shareholder approval) are proposed to be issued to brokers to the Placement.

ASX ANNOUNCEMENT

8 DECEMBER



ABOUT CANN GLOBAL

Cann Global Limited (ASX:CGB) is a driving force in the hemp and medical Cannabis industries. Our strength comes from our team's core competencies and expertise, and our solid and strategic partnerships with experts in Australia, USA, Israel, Asia, Africa and Canada. We are working under the relevant legislation to ensure that the future in Medical Cannabis and Natural Foods will allow medical practitioners, patients, and consumers to gain access to the right information, as well as the safest, most effective and sustainable products.

AUTHORITY AND CONTACT DETAILS

This announcement has been authorised for release by Sholom Feldman, Managing Director. For further information please contact Sholom Feldman, Managing Director, on +61 (0)2 8379 1832, or via email sfeldman@cannglobal.com.au