



ROTOGRO

ASX Release

29 November 2019

## Market Update on RotoGro / Freshero Joint Venture and First Facility

### Highlights

- RotoGro and Freshero working to execute Joint Venture Agreement by year end 2019
- Freshero purchases property for its first Facility
- Freshero liaising with Australian Department of Agriculture for Organic Certification for products cultivated utilising RotoGro's patented and proprietary Rotational Garden Systems

Roto-Gro World Wide (Canada) Inc., a wholly-owned subsidiary of Roto-Gro International Limited ("ASX:RGI, "RotoGro" or the "Company"), is pleased to announce that RotoGro and Freshero Pty Ltd ("Freshero") have made significant progress negotiating commercial terms and expect to execute an agreement for their Joint Venture (the "Joint Venture Agreement") by year end 2019.

Freshero is an aspiring organic produce grower with long standing relationships across the wholesale, retail and food services space in Australia, Southeast Asia and the Middle East. Freshero's CEO, Mr. Tony Mahoney, has strategically positioned Freshero to lead the development of organic urban vertical farming and distribution centres for fresh organic produce grown in proximity to large urban centres. RotoGro has designed state-of-the-art fresh produce facilities incorporating the Company's patented and proprietary technology, including RotoGro's Rotational Garden Systems, Fertigation Units, iGrow Software and Material Management Systems ("RotoGro Technology") that will provide for a fully automated facility from seed to saleable product.

The fully automated state-of-the-art design of Freshero's first facility (the "Facility") combines RotoGro's patented and proprietary cultivation technology with standard agricultural seeding and harvesting equipment, which will ensure industry-leading production on a commercial scale. The Facility has also been designed in compliance with Good Manufacturing Practice ("GMP"), solidifying a safe and productive working environment.

#### Registered and Business Office

Level 4, 100 Albert Road  
South Melbourne VIC 3205  
T: +61 3 9692 7245  
F: +61 3 9077 9233  
E: info@rotogro.com.au

#### Directors

Michael Carli (Non-Executive Chairman)  
Michael Di Tommaso (Executive Director)  
Michael Slater (Non-Executive Director)  
Jamie Myers (Non-Executive Director)  
Terry Gardiner (Non-Executive Director)

#### Chief Financial Officer

Melanie Leydin

#### Company Secretary

Melanie Leydin





# ROTOGRO

Having recently purchased property in Australia, Freshero will aim to construct the Facility as a flagship for RotoGro and Freshero's Joint Venture, (the "**Joint Venture**") showcasing industry-leading technology and design for cultivating consistent world-class organic produce. The Joint Venture will then expand to construct further, similar state-of-the-art facilities across Australia, Southeast Asia, the Middle East, and the rest of the world, with the objective of establishing RotoGro and Freshero as the industry leaders in the fresh produce marketplace.

Freshero is currently working to secure Organic Certification for products cultivated utilising RotoGro's patented and proprietary technology. Organic Certification will open the doors for Freshero to enter a niche marketplace, capitalising on specific "high-end" products cultivated utilising the RotoGro Technology. If Organic Certification is not established by year end, Freshero will commit to a two-phase approach for the Facility.

RotoGro and Freshero are currently working towards finalising the commercial terms for the Joint Venture Agreement, which both parties anticipate will be executed by year end 2019. RotoGro will supply the capital equipment, including its Rotational Garden Systems and iGrow software system, and Freshero will leverage RotoGro's Technology as an integral component of Freshero's urban vertical farming offering, while committing to exclusive long-term service agreements for the installation of new indoor state-of-the-art facilities and a revenue based royalty per facility (to be negotiated back to back with retail supply agreements). Freshero anticipates finalising construction of the Facility in Q2 2020 and outfitting the Facility with the RotoGro Technology shortly thereafter.

Freshero's CEO, Mr. Tony Mahoney, states, "Working with RotoGro over the past 15 months developing growing protocols for various product lines utilising the RotoGro Technology, we are very excited to move towards a formal Joint Venture Agreement as we commence the construction of our first urban vertical farming facility. The RotoGro Technology is unmatched in the indoor farming space – the product quality and yield of both leafy greens and strawberries have surpassed our expectations. Collaborating with RotoGro is expected to be extremely positive for both companies and, ultimately, for consumers. We will be able to produce high-quality product on a commercial and industry-leading

#### Registered and Business Office

Level 4, 100 Albert Road  
South Melbourne VIC 3205  
T: +61 3 9692 7245  
F: +61 3 9077 9233  
E: [info@rotogro.com.au](mailto:info@rotogro.com.au)

#### Directors

Michael Carli (Non-Executive Chairman)  
Michael Di Tommaso (Executive Director)  
Michael Slater (Non-Executive Director)  
Jamie Myers (Non-Executive Director)  
Terry Gardiner (Non-Executive Director)

#### Chief Financial Officer

Melanie Leydin

#### Company Secretary

Melanie Leydin





# ROTOGRO

scale, all while utilising less water and less power in state-of-the-art facilities throughout the world. This joint venture will be game-changing and a win-win for everyone”.

RotoGro’s CEO, Mr. Adam Clode, states, “The RotoGro / Freshero joint venture is driving innovation and leading the future of urban vertical farming. Our industry-leading professionals have the vision and foresight to tackle the challenges posed by explosive population growth and exacerbated by scarcity of fertile, arable land and potable water. The conservation of precious resources and the minimisation of our carbon footprint are critically important to us. Our proprietary and patented technology is a necessary catalyst to secure our unique fully automated facility design as we take indoor farming to the next level. Our Joint Venture will not only benefit both companies but will benefit the industry as a whole. The proposed state-of-the-art facility will be the initial steppingstone for a long and prosperous Joint Venture, leading to further similar facilities throughout Australia, Southeast Asia, the Middle East, and the rest of the world.”

--ENDS--

## For more information please contact

### Investment Enquiries

Jack Sampson  
Canaccord Genuity (Australia)  
[jack.sampson@canaccord.com.au](mailto:jack.sampson@canaccord.com.au)  
+61 (3) 8688 9161

### Investment Enquiries

Matthew Baker  
Baker Young Stockbrokers  
[mbaker@bakeryoung.com.au](mailto:mbaker@bakeryoung.com.au)  
+61 (0) 418 830 064

## About Roto-Gro International Limited

Roto-Gro International Limited is an Australian-based company with global operations focused on the cultivation of lawful cannabis and perishable food (produce) which take advantage of its proprietary, patented, and patents-pending technology in the stackable rotary hydroponic garden space.

The Company has collaborated with Gibio Inc. and Freshero Pty Ltd. These ventures leverage RotoGro’s patented rotational hydroponic garden systems, crop management fertigation hardware and proprietary software systems to produce greater yields and lower operating costs. In addition, the Company has entered into a Share Purchase Agreement to acquire all the issued and outstanding shares in the capital stock of Supra THC Services

### Registered and Business Office

Level 4, 100 Albert Road  
South Melbourne VIC 3205  
T: +61 3 9692 7245  
F: +61 3 9077 9233  
E: [info@rotogro.com.au](mailto:info@rotogro.com.au)

### Directors

Michael Carli (Non-Executive Chairman)  
Michael Di Tommaso (Executive Director)  
Michael Slater (Non-Executive Director)  
Jamie Myers (Non-Executive Director)  
Terry Gardiner (Non-Executive Director)

### Chief Financial Officer

Melanie Leydin

### Company Secretary

Melanie Leydin





## ROTOGRO

Inc. which holds a Dealer's License issued by Health Canada for lawful cannabis. The Company has also entered into a Share Purchase Agreement to acquire 51% of the issued and outstanding shares in the capital stock of Medical Compassion Canni Farms Inc. which is a late stage Health Canada cannabis cultivation and processing license applicant.

RotoGro's wholly owned subsidiary, Global Fertigation Solutions Inc. ("GFS"), provides a patent-pending specialized business line for water treatment and nutrient management in the viticulture, perishable foods and lawful cannabis space. GFS has successfully provided design solutions, installations and ongoing service contracts for licensed lawful cannabis facilities in the State of Nevada, USA and is embarking on expanding this offering globally.

The Company continues its focus on expanding into industry synergistic opportunities; exploring strategic partnerships in related markets which include, perishable food (produce) partnerships, lawful cannabis license ownership, growing management services, industry leading nutrients, emerging tissue culture (micropropagation) expertise and other supporting faculties of hydroponic growing.

### Registered and Business Office

Level 4, 100 Albert Road  
South Melbourne VIC 3205  
T: +61 3 9692 7245  
F: +61 3 9077 9233  
E: [info@rotogro.com.au](mailto:info@rotogro.com.au)

### Directors

Michael Carli (Non-Executive Chairman)  
Michael Di Tommaso (Executive Director)  
Michael Slater (Non-Executive Director)  
Jamie Myers (Non-Executive Director)  
Terry Gardiner (Non-Executive Director)

### Chief Financial Officer

Melanie Leydin

### Company Secretary

Melanie Leydin

