



MARKET RELEASE

2 May 2016

MGC Pharmaceuticals Limited

TRADING HALT

The securities of MGC Pharmaceuticals Limited (the “Company”) will be placed in Trading Halt Session State at the request of the Company, pending the release of an announcement by the Company. Unless ASX decides otherwise, the securities will remain in Trading Halt Session State until the earlier of the commencement of normal trading on Wednesday 4 May 2016 or when the announcement is released to the market.

Security Code: MXC

Jill Hewitt

SENIOR ADVISER, LISTINGS COMPLIANCE (PERTH)

2 May 2016

Ms Elizabeth Harris
Australian Securities Exchange
Level 40, Central Park
152-158 St Georges Tce
Perth WA 6000

Via email: tradinghaltperth@asx.com.au

Dear Ms Harris

The Directors of MGC Pharmaceuticals Ltd request that the Company's securities be placed in a voluntary trading halt immediately in accordance with ASX Listing Rule 17.1 pending a material announcement in relation to a capital raising consisting of a placement and share purchase plan the Company plans to undertake.

The Company requests that the trading halt end on the earlier of the commencement of normal trading on Wednesday 4 May 2016 or when the announcement referred to above is released to the market.

The Company is not aware of any reason why the trading halt should not be granted, nor of any other information necessary to inform the market about the trading halt, and the Company confirms that the request for a trading halt is material.

Yours faithfully



Brett Mitchell
Executive Chairman