



NEW ZEALAND'S EXCHANGE  
TE PAEHOKO O AOTEAROA

# Cannasouth Limited Capital Change Notice

Section 1: Issuer information	
Name of issuer	Cannasouth Limited
NZX ticker code	CBD
Class of financial product	Options to acquire Ordinary Shares (issued 31 May 2023)
ISIN	Not quoted
Currency	NZD
Section 2: Capital change details	
Number redeemed (exercised)	7,396
Nominal value (if any)	N/A
Redemption/exercise price per security	\$0.29
Nature of the payment	The exercise price was paid in cash on the date of the exercise of the Options.
Amount paid up (if not in full)	N/A
Percentage of total class of Financial Products redeemed/exercised	0.06% of this class of Option
For an issue of Convertible Financial Products or Options, the principal terms of Conversion (for example the Conversion price and Conversion date and the ranking of the Financial Product in relation to other Classes of Financial Product) or the Option (for example, the exercise price and exercise date)	N/A
Reason for redemption/exercise and specific authority for issue	<p>The Options were issued on or about 31 May 2023 to those investors in the CBD Offer and the EQL Offer on the basis that for every two new shares that those investors subscribed for, they would receive one Option. 7,396 Options were exercised and extinguished in accordance with the terms of their issue, and 7,396 new ordinary fully paid shares were issued in their stead.</p> <p>The new 7,396 shares were issued with the approval of a resolution of Directors of CBD and in accordance with Shareholder resolution 3 passed at the Special Meeting of Shareholders held on 28 April 2023.</p>

Total number of Financial Products of the Class after the redemption/exercise and the total number of Financial Products of the Class held as Treasury Stock after the issue	12,368,228
In the case of an acquisition of shares, whether those shares are to be held as treasury stock	N/A
Specific authority for the redemption/exercise, including a reference to the rule pursuant to which the issue, is made	The Options were exercised in accordance with the terms of the issue of the Options. The Options were issued with the approval of Shareholder resolution 3 passed at the Special Meeting of Shareholders of CBD held on 28 April 2023, and Director's Resolutions, and in accordance with Listing Rule 4.1.1 and Rule 7(d) Takeovers Code.
Terms or details of the redemption/exercise	7,396 Options were exercised and extinguished in accordance with the terms of their issue, and 7,396 new ordinary fully paid shares were issued in their stead.  The exercise price of \$0.29 was payable by the holders of the Options in cash on the date of exercise.
Date of redemption	29 December 2023
<b>Section 3: Authority for this announcement and contact person</b>	
Name of person authorised to make this announcement	Mark Lucas
Contact person for this announcement	Mark Lucas
Contact phone number	021 484 649
Contact email address	<a href="mailto:mark.lucas@cannasouth.co.nz">mark.lucas@cannasouth.co.nz</a>
Date of release through MAP	3 January 2024