



STEMCELL UNITED LIMITED
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Level 12, 680 George Street, Sydney, NSW 2000

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Australian Securities Exchange
Level 4, 20 Bridge Street
Sydney NSW 2000

SCU secures ASX confirmation that acquiring 51% of Yunnan Hua Fang Industrial Hemp Limited, for the purposes of expansion into the TCM cannabis beauty products sector only (i.e. cosmetic purposes), is not a change of nature of SCU's activities

Further to the ASX announcements dated 6 April 2018 and 7 June 2018, **Stemcell United Limited** (ASX:SCU) ("SCU" or "Company") is pleased to advise that it has received confirmation from ASX that SCU's acquisition of a 51% interest in Yunnan Hua Fang Industrial Hemp Co. Ltd ("**HFIH**"), for the purposes of expansion into the TCM cannabis beauty products sector (i.e. cosmetic purposes only), is not considered to be a change to the nature of the company's activities for the purpose of Listing Rules 11.1.2 or 11.1.3.

HFIH has an industrial hemp licence in China.

SCU will exercise its exclusive right to invest RMB3.8 million (about A\$760,000) for a 51% interest in HFIH in the coming months, subject to availability of funds.

SCU's Chief Executive Officer, Philip Gu, commented:

"We are delighted to have received ASX approval to acquire a 51% interest in our partner Yunnan Hua Fang Industrial Hemp. The acquisition of HFIH will facilitate SCU's expansion into the TCM cannabis beauty products sector while opening doors to China's vast beauty industry market and distribute cosmetic cannabis products through a significantly expanded network."

More information on HFIH can be found on its website <https://www.hfhemp.com/>

For further information, please contact:



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