



the **Hydroponics** company

www.thcl.com.au

ASX RELEASE (4 May 2018)

Australian Canadian Clinic Rollout Halted

The Hydroponics Company Limited (ASX: THC) (**THC** or the **Company**) provides an update on its IP licensing agreement between its subsidiary (as licensee) and National Access Cannabis (**NAC**) (as licensor) (the **Agreement**) which the company previously announced on 7 December 2017 and 7 February 2018.

The Company advises that following extensive review undertaken by the Company with the support of NAC, a joint determination has been made to terminate the Agreement. Following this decision, both parties have approved the termination of The Agreement effective 4 May 2018 with no penalty to either party.

NAC's Canadian Systems Implementation Manager recently completed an extensive working visit to Australia to assist in implementation of the NAC Canadian Clinic Model. Following this visit, it was determined that the current Australian regulatory framework would not support the Model.

Notwithstanding the termination of the Agreement, both parties maintain an ongoing dialogue with respect to the provision of professional medicinal cannabis products and services.

THC Chairman, Steven Xu said 'The Canadian Clinic Model is very attractive, and it is unfortunate that it is not possible to implement it at this time in Australia. THC will continue to investigate "outside-the-box" doctor and patient engagement opportunities. THC continues to develop its supply and distribution procedures including through its partnership with Synapse on the Medicinal Cannabis Medicines Portal and other avenues.'

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About THC www.thcl.com.au

THC is at the forefront of developing a leading, diversified worldwide cannabis business, focusing on two core business units: Development and delivery of medicinal cannabis, and manufacturing and distribution of hydroponics equipment, materials and nutrients.

About National Access Cannabis Corp.

National Access Cannabis is Canada's best practices leader in delivering secure, safe, and responsible access to legal medical cannabis. NAC enables patients to gain knowledge and the legal medical documentation required to navigate Canada's disparate network of authorized Licensed Producers of Cannabis. Through its Canada-wide network of care centres, NAC has partnered with health professionals to improve the quality of life of its local members and provide services designed to inform, educate and supply expert advice.

National Access Cannabis Corp. is listed on the TSX Venture Exchange under the symbol (TSXV: NAC).

Neither the TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.



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