

30 September 2024

Melissa Kostopoulos
Senior Adviser, Listings Compliance
ASX Compliance Pty Ltd

By email: melissa.kostopoulos@asx.com.au
ListingsComplianceMelbourne@asx.com.au

Dear Ms Kostopoulos,

Cann Group Limited (ASX:CAN) response to price query dated 30 September 2024

Cann Group Limited (ASX Code:CAN, “Cann” or the “Company”) provides this response in relation to the ASX’s letter dated 30 September 2024, regarding the change in the price of the Company’s securities from a low of \$0.045 on 26 September 2024 to a high of \$0.073 today and the increase in volume of trading of securities.

In response to the questions detailed in the ASX’s letter, the Company advises as follows;

1. Is CAN aware of any information concerning it that has not been announced to the market which, if known by some in the market, could explain the recent trading in its securities?

Response:

No, the Company is not aware of any information concerning it that has not been announced to the market which, if known by some in the market, could explain the trading in its securities as specified above in the price query letter.

2. If the answer to question 1 is “no”, is there any other explanation that CAN may have for the recent trading in its securities?

Response:

The Company refers to the following activities that might explain the recent trading in its securities:

- The Company released an Investor Presentation on 19 September 2024 which was presented at Pitt St Research Life Sciences Conference by Jenni Pilcher, CEO & Managing Director, on the same date, which has been received positively by the market, including reporting within articles including “*Health Check: Medical pot play Cann Group sees an earnings turnaround through the haze*” published 19 September 2014 on the Stockhead online publication and “*Cann Group could execute on acquisition opportunities in 2H25 – new CEO*” published on 26 September 2024 on the Mergermarkets online platform.
- The Company launched a public advertising campaign through local and national outlets for the sale and lease-back of its facility in Mildura on Friday, 12 August 2024. Expressions of interest were due on Thursday, 26 September 2024 and

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have been extended until Friday, 11th October 2024. As at today, the Company is not aware of any financial details of any potential offer that may be put forward as part of the sale and leaseback campaign, however it has received certain positive news coverage, including an article published in The Weekly Times on Wednesday, 11 September 2024 titled "*Medicinal glass act*" which described the purchase price of more than \$80M and gave a detailed and positive description of the capabilities of the facility.

- The Company is contemplating raising further capital via a Rights Issue, which has been mentioned in previous ASX announcements. The terms of the Rights Issue are currently being evaluated and are not yet finalised. The Company would not consider this event, if it were known to the market, to be a reason to explain the increase in the Company's share price referred to in the relevant price query letter.
3. Please confirm that CAN is complying with the Listing Rules and, in particular, Listing Rule 3.1.

Response:

The Company confirms that it is in compliance with the Listing Rules and, in particular, Listing Rule 3.1.

4. Please confirm that CAN's responses to the questions above have been authorised and approved under its published continuous disclosure policy or otherwise by its board or an officer of CAN with delegated authority from the board to respond to ASX on disclosure matters.

Response:

I can confirm that these responses to the ASX's queries have been authorised and approved in accordance with the Company's published continuous disclosure policy.

Steven Notaro
Company Secretary
Cann Group Limited



30 September 2024

Reference: 100641

Mr Steven Notaro
Company Secretary
Cann Group Limited
262-276 Lorimer Street
Port Melbourne Vic 3207

By email: Steven.Notaro@canngrouponlimited.com

Dear Mr Notaro

Cann Group Limited ('CAN'): Price - Query

ASX refers to the following:

- A. The change in the price of CAN's securities from a low of \$0.045 on 26 September 2024 to a high of \$0.073 today.
- B. The significant increase in the volume of CAN's securities traded from 27 September 2024 to today.

Request for information

In light of this, ASX asks CAN to respond separately to each of the following questions and requests for information:

- 1. Is CAN aware of any information concerning it that has not been announced to the market which, if known by some in the market, could explain the recent trading in its securities?

If the answer to question 1 is "yes".

- (a) Is CAN relying on Listing Rule 3.1A not to announce that information under Listing Rule 3.1? Please note that the recent trading in CAN's securities would suggest to ASX that such information may have ceased to be confidential and therefore CAN may no longer be able to rely on Listing Rule 3.1A. Accordingly, if the answer to this question is "yes", you need to contact us immediately to discuss the situation.
 - (b) Can an announcement be made immediately? Please note, if the answer to this question is "no", you need to contact us immediately to discuss requesting a trading halt (see below).
 - (c) If an announcement cannot be made immediately, why not and when is it expected that an announcement will be made?
- 2. If the answer to question 1 is "no", is there any other explanation that CAN may have for the recent trading in its securities?
 - 3. Please confirm that CAN is complying with the Listing Rules and, in particular, Listing Rule 3.1.
 - 4. Please confirm that CAN's responses to the questions above have been authorised and approved under its published continuous disclosure policy or otherwise by its board or an officer of CAN with delegated authority from the board to respond to ASX on disclosure matters.

When and where to send your response

This request is made under Listing Rule 18.7. Your response is required as soon as reasonably possible and, in any event, by no later than **1:00 PM AEST Monday, 30 September 2024**. You should note that if the information requested by this letter is information required to be given to ASX under Listing Rule 3.1 and it does not fall within the exceptions mentioned in Listing Rule 3.1A, CAN's obligation is to disclose the information 'immediately'. This may require the information to be disclosed before the deadline set out in the previous paragraph and may require CAN to request a trading halt immediately.

Your response should be sent to me by e-mail at ListingsComplianceMelbourne@asx.com.au. It should not be sent directly to the ASX Market Announcements Office. This is to allow me to review your response to confirm that it is in a form appropriate for release to the market, before it is published on the ASX Market Announcements Platform.

Trading halt

If you are unable to respond to this letter by the time specified above, or if the answer to question 1 is "yes" and an announcement cannot be made immediately, you should discuss with us whether it is appropriate to request a trading halt in CAN's securities under Listing Rule 17.1. If you wish a trading halt, you must tell us:

- the reasons for the trading halt;
- how long you want the trading halt to last;
- the event you expect to happen that will end the trading halt;
- that you are not aware of any reason why the trading halt should not be granted; and
- any other information necessary to inform the market about the trading halt, or that we ask for.

We require the request for a trading halt to be in writing. The trading halt cannot extend past the commencement of normal trading on the second day after the day on which it is granted. You can find further information about trading halts in Guidance Note 16 *Trading Halts & Voluntary Suspensions*.

Suspension

If you are unable to respond to this letter by the time specified above, ASX will likely suspend trading in CAN's securities under Listing Rule 17.3.

Listing Rules 3.1 and 3.1A

In responding to this letter, you should have regard to CAN's obligations under Listing Rules 3.1 and 3.1A and also to Guidance Note 8 *Continuous Disclosure*: Listing Rules 3.1 – 3.1B. It should be noted that CAN's obligation to disclose information under Listing Rule 3.1 is not confined to, nor is it necessarily satisfied by, answering the questions set out in this letter.

Release of correspondence between ASX and entity

ASX reserves the right to release all or any part of this letter, your reply and any other related correspondence between us to the market under Listing Rule 18.7A.

Regards

ASX Compliance