

MMJ Group Holdings Ltd

05:18 04 Oct 2019

MMJ Group investment WeedMD harvesting first outdoor cannabis crop

MMJ Group Holdings Ltd's (ASX:MMJ) investment WeedMD Inc (CVE:WMD) (OTCMKTS:WDDMF) (FSE:4WE) has started harvesting its inaugural outdoor-cultivated cannabis crop on 27 acres at its state-of-the-art facility in Strathroy, Ontario, Canada.

With more than 35 varietal strains cultivated outside, the harvesting process will run over a four-week period as the plants complete their grow cycles.

As one of Canada's most established cultivators of quality-produced cannabis, WeedMD's flagship operations include a 610,000 square foot hybrid greenhouse and processing facility.

27-acre growing area

The equally impressive outdoor grow covering over 27 acres is slated to produce the most prolific outdoor harvest in the industry to date.

To mark the harvesting, WeedMD has this week hosted an open house for representatives of the media, local area dignitaries, business leaders and financial analysts.

WeedMD investment

MMJ, an Australian-listed company that specialises in managing a portfolio of investments along the cannabis value-chain, last month invested C\$6 million in WeedMD.

The company worked with its specialist management company Embark Ventures to evaluate the investment opportunity with WeedMD being the third investment made for MMJ.

MMJ's chairman Peter Wall said at the time: "WeedMD was an opportunity for MMJ to invest in a highly attractive manner and which allows WeedMD to capitalise on being sufficiently funded for current cultivation operations and to build out its extraction facility.

"WeedMD has executed its business plan quite well and has now expanded into outdoor cultivation and has well-capitalised plans to become a provider of extracted cannabis products."

Investment details

MMJ's investment consists of C\$6 million in 8.5% unsecured convertible debenture units issued by WeedMD which may be converted into 3.75 million shares within three years.

Price: 0.14

Market Cap: \$32.22 m

1 Year Share Price Graph



Share Information

Code: MMJ

Listing: ASX

52 week High Low
0.31 0.14

Sector: Cannabis

Website: www.mmjgh.com.au

Company Synopsis:

MMJ Group Holdings Ltd (ASX:MMJ), formerly known as MMJ Phytotech Ltd, owns a portfolio of minority investments and aims to invest across the full range of emerging cannabis-related sectors. The company is listed on the Australian Securities Exchange.

action@proactiveinvestors.com

MMJ has also secured the right to make further investments in WeedMD through warrants that allow MMJ to acquire an additional 3.75 million shares for C\$1.80 each for a period of three years.

WeedMD has a multi-channel distribution strategy that includes selling directly to medical patients, strategic relationships across the seniors' market and supply agreements with Shoppers Drug Mart as well as six provincial distribution agencies where WeedMD's adult-use brand Color Cannabis is sold.

Late last month the Canadian company had a market capitalisation of C\$153 million.

Proactive Investors facilitate the largest global investor network across 4 continents in 4 languages. With a team of analysts, journalists & professional investors Proactive produce independent coverage on 1000's of companies across every sector for private investors, private client brokers, fund managers and international investor communities.

Contact us +44 (0)207 989 0813 action@proactiveinvestors.com

No investment advice

The Company is a publisher. You understand and agree that no content published on the Site constitutes a recommendation that any particular security, portfolio of securities, transaction, or investment strategy is suitable or advisable for any specific person. You understand that the Content on the Site is provided for information purposes only, and none of the information contained on the Site constitutes an offer, solicitation or recommendation to buy or sell a security. You understand that the Company receives either monetary or securities compensation for our services. We stand to benefit from any volume which any Content on the Site may generate.

You further understand that none of the information providers or their affiliates will advise you personally concerning the nature, potential, advisability, value, suitability or profitability of any particular security, portfolio of securities, transaction, investment, investment strategy, or other matter.

You understand that the Site may contain opinions from time to time with regard to securities mentioned in other products, including Company-related products, and that those opinions may be different from those obtained by using another product related to the Company. You understand and agree that contributors may write about securities in which they or their firms have a position, and that they may trade such securities for their own account. In cases where the position is held at the time of publication and such position is known to the Company, appropriate disclosure is made. However, you understand and agree that at the time of any transaction that you make, one or more contributors may have a position in the securities written about. You understand that price and other data is supplied by sources believed to be reliable, that the calculations herein are made using such data, and that neither such data nor such calculations are guaranteed by these sources, the Company, the information providers or any other person or entity, and may not be complete or accurate.

From time to time, reference may be made in our marketing materials to prior articles and opinions we have published. These references may be selective, may reference only a portion of an article or recommendation, and are likely not to be current. As markets change continuously, previously published information and data may not be current and should not be relied upon.

The Site does not, and is not intended to, provide investment, tax, accounting, legal or insurance advice, and is not and should not be construed as providing any of the foregoing. You should consult an attorney or other relevant professional regarding your specific legal, tax, investment or other needs as tailored to your specific situation.

In exchange for publishing services rendered by the Company on behalf of MMJ Group Holdings Ltd named herein, including the promotion by the Company of MMJ Group Holdings Ltd in any Content on the Site, the Company receives from said issuer annual aggregate cash compensation in the amount up to Twenty Five Thousand dollars (\$25,000).