

4 April 2023

### **Extension Request and Update**

Cann Global Limited (ASX:CGB) (“CGB” or the “Company”), a health and wellness company, announces further streamlining of our core business brands and implementing additional cost-cutting measures to preserve shareholder funds. These measures are in line with the Company's commitment to maintain strong cash reserves while undertaking a comprehensive due diligence process with interested parties and regulatory bodies over a series of acquisitions during the requested Voluntary Suspension period.

### **Industry Leaders Focus on Strategies for Future Growth**

Leaders in the Australian Cannabis sector met recently at the ACannabis Summit in Melbourne to address the challenges that have impacted the industry since the change in legislation in February 2016. Despite strict regulatory requirements, failed businesses, and the COVID-19 pandemic affecting investor confidence, delegates recognized the solid foundations laid for future growth and remain focused and optimistic on the sector's success moving forward.

### **Acknowledging the Challenges**

The Board of Cann Global acknowledges that the Company has faced similar challenges, including delays caused by external Australian and global events, beyond the Company's control. These delays have required continual readjustments of our key business strategies, timelines, and trajectory whilst dealing with the challenges of global supply issues, government regulatory delays and a difficult economic trading environment as sharp rises in interest rates continue to impact investor and business confidence.

### **Optimizing Financial Strength**

Recognising these challenges, the Board of Cann Global has prioritized fund preservation over expenditure whilst maintaining solid forward operating funds and carrying \$0 long-term debt. The management team is presently evaluating the long-term viability and profitability of our core value brands, such as Grass Roots, to determine optimal timelines.

### **CEO Remuneration**

In line with our strategies to preserve funds and reduce expenditure as the Company pursues the proposed acquisition discussions, the Board wishes to advise, effective immediately, that Sholom Feldman Managing Director has offered to take a 50% reduction in remuneration for the duration of the suspension period until an announcement regarding the proposed acquisitions can be made to market. As CEO, Mr. Feldman is responsible for managing overall operations, driving profitability, and developing key strategies. This cost-cutting measure reinforces his commitment to building the business and reflects his desire to preserve shareholder wealth during the proposed acquisition process.

**Request for Extension of Voluntary Suspension**

Pursuant to ASX Listing Rule 17.2, Cann Global Ltd (ASX: CGB, Company) requests a further extension of the voluntary suspension of the Company's securities, effective immediately.

Further to the Company's request for suspension on 24 February 2023, the Company is not yet in a position to make an announcement at this time. CGB requests an extension to the current voluntary suspension, pending release of an announcement regarding a proposed acquisition, as referenced in the Company's original suspension request. It is expected that the announcement will be able to be made by Friday 28 April 2023.

The Company is not aware of any reason why the request should not be granted.

**Authority & Contact Details**

This announcement has been authorised for release by Sholom Feldman, Managing Director. For further information please contact Investor Relations on +61 2 8379 1832, or via email at [investorrelations@cannglobal.com.au](mailto:investorrelations@cannglobal.com.au)