

# ESTABLISHING THE WORLD'S PREEMINENT CANNABIS COMPANY

The Aurora Cannabis-MedReleaf transaction is a compelling combination that brings together the best of the cannabis industry, and creates a powerful platform for global expansion. Through enhanced scale, liquidity, and a stable of complementary assets in Canada and internationally, the combined company is primed to accelerate growth ahead of domestic consumer legalization, and to seize an unprecedented opportunity to satisfy massive global demand for high quality legal, regulated medical cannabis products.

## TRANSACTION HIGHLIGHTS

- Largest transaction in the cannabis sector, valued at approximately \$3.2 billion
- Aurora to acquire all issued and outstanding MedReleaf shares
- Pro Forma ownership Aurora 61%, MedReleaf 39%
- Represents a 34% premium based on the 20-day VWAP of Aurora and MedReleaf as of May 11, 2018

## COMBINED COMPANY GENERATES SIGNIFICANT SYNERGIES

- **Industry leading scale:** 570,000+ kg of funded capacity, with nine facilities in Canada and two in Denmark
- **High tech, low cost production:** automated hybrid facilities and high-yield cultivation expected to further reduce costs
- **Global footprint:** Operations, strategic investments and partnerships on 5 continents
- **Enhanced liquidity:** a pro-forma cash position of approximately \$385 million and rapidly growing revenues
- **Expanded distribution capabilities:** strengthened domestic presence and enhanced international network
- **Diversified brand portfolio:** A combined 9 medical and recreational brands, including market-first topical creams and softgel capsules, and 58 strains
- **Enhanced capital markets profile:** increased index weighting, and reduced cost of capital

## CREATING AN INDUSTRY LEADER

### FUNDED CAPACITY

Aurora  
**430,000 KG**

MedReleaf  
**140,000 KG**

Combined Company  
**570,000+ KG**

### NUMBER OF FACILITIES

Aurora	MedReleaf	Combined Company
<b>8</b>	<b>3</b>	<b>11</b>

### COMBINED COMPANY POSITIONED FOR GLOBAL LEADERSHIP

### MARKET CAP

Aurora  
**\$4,708 BILLION**

MedReleaf  
**\$2.474 BILLION**

Combined Company  
**\$7.2 BILLION**

# VERTICAL INTEGRATION WITH HORIZONTAL DIVERSIFICATION

A GLOBAL COMPANY WITH EXPERTISE ACROSS THE VALUE CHAIN

