

Biome Grow, Inc.

09:10 12 Feb 2019

Biome Grow announces pact with CBD Acres for CBD extract

Biome Grow Inc (CSE:BIO) (OTCQB:BIOIF) announced Tuesday that it has entered into a Memorandum of Understanding (MoU) with CBD Acres Manufacturer Inc providing Biome with preferential access to a high-quality, low-cost supply of Cannabidiol (CBD) concentrate.

The agreement is for a five-year period and positions CBD Acres as the supplier for Biome Grow with a commitment of up to 20,000 kg per year of locally sun-grown, hemp-based CBD extract using the company's Nano lipid, solventless extraction process. CBD Acres extraction process is void of any harmful chemical solvents.

DEEP DIVE: Biome Grow subsidiary inks 24,000kg supply deal with Province of Newfoundland and Labrador

CBD Acres was founded by Canadian cannabis farming pioneer, Mark Gobuty, who also founded Canada's first ACMPR licensed cannabis grower. It is currently working with 4,500 acres of hemp farmland in Canada, including 1,000 acres of organic grow.

"Through this agreement Biome has demonstrated confidence in its ability to deliver to domestic customers significant quantities of high-quality product at industry disrupting economics," said Biome Grow CEO Khurram Malik in a statement. "Moreover, Biome will also now be positioned to supply international markets with affordable CBD derived medicinal and therapeutic products in the volumes that are required."

Supply certainty

This arrangement provides certainty of supply for Biome as well as assurance of a market-best price for its customers. As a semi-exclusive arrangement, Biome is not obligated to purchase from CBD Acres if CBD Acres is unable to provide supply at the time of execution of a purchase order. Similarly, CBD Acres is free to sell its product to others at market rates provided it ensures availability of supply to Biome under the terms of the MoU.

"CBD Acres is thrilled to have the visibility of a long-term partner for its bulk products business entering the market in the second half of 2019, and more importantly a strategic partner focused on commercialization in key medical-CBD markets, allowing CBD Acres to focus on growing and extraction innovation as well as its consumer products business," said CBD Acres CEO Mark Gobuty.

Rapidly growing marijuana group Biome Grow has acquired five subsidiaries and has so far announced around 390,000 square feet of production capacity in operation or under development in Ontario and Atlantic Canada.

Highland Grow is a cannabis grower near Antigonish, Biome Grow's first licensed producer under Canada's Cannabis Act. Biome's subsidiaries in other provinces include The Back Home Medical Cannabis Corporation in Newfoundland and Labrador, Great Lakes Cannabis and Weed Virtual Retail in Ontario, and Red Sands Craft Cannabis in Prince Edward Island.

1 Year Share Price Graph



Share Information

Code: BIO
Listing: CSE
Sector: Cannabis
Website: www.biomegrow.com

Company Synopsis:

Our vision is to become the next Canadian cannabis conglomerate. From our expertise and experience in the cannabis, technology and financial sectors to our strategically executed regional footprints which help to diversify local economies while positioning us for global expansion, we are built for growth and built to last in this fast moving but volatile sector.

action@proactiveinvestors.com

Contact Uttara Choudhury at uttara@proactiveinvestors.com

Follow her on Twitter: **@UttaraProactive**

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 Biome Grow, Inc. named herein, including the promotion by the Company of Biome Grow, Inc. 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).