

ASX RELEASE

12 February 2019

Net tangible asset backing

MMJ Group Holdings Limited (ASX: MMJ) ("MMJ") is required to announce its net tangible assets ("NTA") per share pursuant to Listing Rule 4.12 following its readmission as a listed investment company in November 2018.

Accordingly, MMJ announces that its NTA per share as at 31 January 2019 was 32.89 cents (pre-tax) and 30.85 cents (post-tax)*.

MMJ's investment portfolio (as at 11 February 2019 AEDT) is summarised as follows:

Investment	TSXV Code	Investment date	Country	Business	Market or Book Value AUD\$m (unaudited)	Weight
Harvest One	HVT	Apr-17	Canada	Branded Consumer Goods	40.2	56%
MediPharm Labs	LABS	Jun-18	Canada	Extraction	11.7	16%
Weed Me		Dec-17	Canada	Cultivation	5.8	9%
Embark Health		Jul-18	Canada	Extraction	3.5	4%
Fire & Flower		Apr-18	Canada	Retail stores	3.0	4%
VitaGenne		Nov-18	USA	Hemp CBD	1.4	2%
BevCanna		Jun-18	Canada	Beverages	1.3	2%
Cannabis Access		Apr-18	Australia	Clinics	1.0	1%
Bien		Jun-18	Canada	R&D	1.0	1%
Martha Jane Medical		May-18	Australia	Extraction	0.6	1%
Corporate cash					2.5	4%
Total					72.0	100%

MMJ's CEO Jason Conroy commented that "Based on the portfolio summary, MMJ's post-tax NTA was approximately 29 cents per share as at 11 February 2019. This is significantly higher than MMJ's current share price.

We see a positive outlook for MMJ's investment portfolio, including the debut listing of Fire & Flower on the TSX Venture Exchange expected on or around 19 February 2019 and further business development announcements across MMJ's portfolio in the coming months.

With a robust corporate cash balance providing more than a year of working capital, and with more than 70% of the portfolio currently held in liquid investments, MMJ has the time and the flexibility to raise fresh equity capital during 2019 for further investment opportunities should its shareholders provide and approve the ability to do so at the general meeting to be held on 22 February 2019.

As recently announced, regrettably I am leaving MMJ on 1 March 2019. This is primarily due to family reasons arising from the unique challenges involved in building and managing a portfolio of early stage investments mostly based in the Northern Hemisphere. I am very proud of the portfolio that we have built over the past year and believe that it is well-positioned to thrive under new leadership.”

Investor and Media Enquiries

Jason Conroy
Chief Executive Officer

** The pre and post-tax numbers relate to the provision for deferred tax on the unrealised gains in MMJ's investment portfolio. Under current Accounting Standards, MMJ is required to provide for tax on any gains that may arise on such a theoretical disposal, after the utilisation of brought forward losses.*

The market value (presented in the table) is based on the most recent closing share prices for public companies. The book value (presented in the table) is based on the most recent funding round share prices for private companies converted into Australian dollars at the relevant prevailing foreign exchange rates. The market and book values also include the unrealised gain arising from the positive difference between the assessed valuation of investee ordinary equity securities and the exercise price of unexercised warrants (where applicable).

About MMJ

MMJ Group Holdings Limited (ABN 91 601 236 417) is a global cannabis investment company. MMJ owns a portfolio of minority investments and aims to invest across the full range of emerging cannabis-related sectors including healthcare, technology, infrastructure, logistics, processing, cultivation, equipment and retail. For MMJ's latest investor presentation and news, please visit: <https://www.mmjgh.com.au/investors/>

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