

Israeli medical cannabis company Together signs binding sales MoU with an additional German company: Together to supply 2.5 tons of dried inflorescences worth NIS 43 million

Ashkelon, July 26, 2018 – Together (TASE: TGDR), an Israeli company specializing in growing and producing medical cannabis, has signed a binding Memorandum of Understanding (MoU) to supply cannabis products to a German company.

Together estimates that the total expected revenue for the company from this contract, as long as a permit to export medical cannabis from Israel is not received, will be about €10 million annually (about NIS 43 million annually) at a price of €4 per gram. If approval is obtained to export cannabis that is produced in Israel, then the price per gram will be €3.

This agreement is in addition to the MoU signed in Germany to supply 25 tons of medical cannabis to a German distribution company and an agreement with a Canadian company to supply 50 tons of medical cannabis.

The German company with which the agreement was signed has declared that it is in possession of all the required approvals and licenses from the relevant authorities, including an import license, for purchasing medical cannabis from foreign bodies.

In the company's opinion, this MoU and moving ahead with an additional supply agreement in Germany, as well as similar agreements made by the company, represents fulfilling the company's business strategy to operate from a number of sites worldwide and to sell medical cannabis products, mainly in North America and Europe, due to the legalization process, which is expected to create high rates of growth and demand for cannabis products.

Together CEO Nissim Bracha: "We are moving forward with the construction of our farms in Israel and in Uganda and making Together into an international company and signing binding MoUs to supply medical cannabis to the German company represents the fulfillment of our business strategy and joins other agreements including a binding agreement to supply 50 tons of medical cannabis to a Canadian company and an agreement to supply 25 tons of medical cannabis to a German distribution company. Looking ahead, we are continuing to examine and to promote cooperate with leading international players in the medical cannabis sector including additional potential customers.