

# FACT SHEET

February 1, 2019

STOCK SYMBOL: J-CSE

## LOTUS READY FOR COMMERCIAL SUCCESS

Premium Quality from a Low-Cost Purpose Built Facility

### CATALYSTS

- Phase 1A Facility Commissioning
- Evidence Package Submission
- Phase 1B Expansion Construction Commencing
- Issuance of Cultivation License
- Issuance of Sales License
- Auxly Group, our strategic market and financing partner for Phase 1A & 1B purchases 50% of prod. for \$2.25/gram for the first 3 years. Auxly financed \$5MM (up to \$7MM more) in exchange for equity.

### SCALE

Phase 1A is 22,500 sq. ft, with 9,120 sq. ft of growing capacity. The facility is designed to produce 2,000,000 grams of cannabis annually.

Phase 1B is a 30,000 sq. ft. expansion adjoining to the initial purpose built prototype facility with 17,000 sq. ft. of growing capacity. The expansion is designed to produce 4,500,000 grams of cannabis annually.

### LOCATION

Lotus' flagship facility is on 23 acres of owned land in the Township of Spallumcheen, BC. The prime location gives the company advantages to water, electricity and privacy.

Lotus announced its agreement to license its Intellectual Property to 4th Gen Duwyn Farms Inc. (DFI) to replicate its prototype facility in Ontario. The first of a planned national expansion.

### MARKET POSITIONING

Lotus will supply climate-controlled cannabis to the Canadian recreational market. The company believes it can maintain premium margins by delivering a consistent product cultivated with passion behind the plant.

Consistent quality is ensured by our state-of-the-art facility with precisely automated HVAC/air handling, lighting, and irrigation systems.



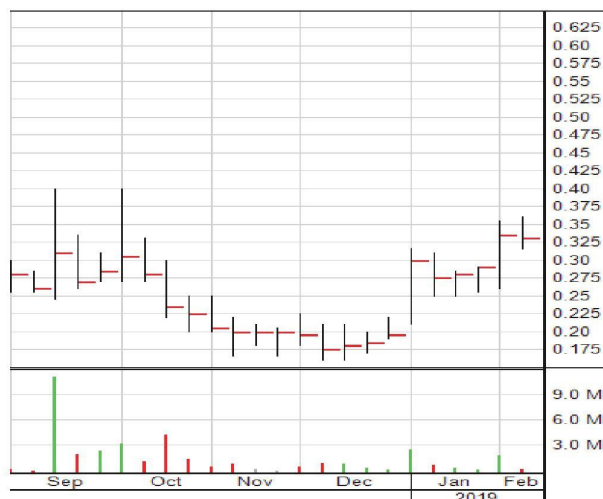
**LOTUS**  
VENTURES INC.

### COMPANY STATISTICS

52-week High/Low: \$0.63 / \$0.16  
Outstanding Shares: 72,539,799  
Fully Diluted: 110,845,563  
Average Volume: 153,000  
Market Cap: \$22M

### FINANCIAL MODEL

Year	Production for Sale (50% or 100%)	Target Revenue
2019	50% (Sales Anticipated Summer 2019)	\$3.625MM
2020	100% of Initial Facility, 50% of Expansion	\$14.55MM



Since Sept 11, 2018 the company has seen an increase in volume setting a company record for back to back days with 4.3M shares traded. Volume has maintained its volatility making Lotus an attractive stock for investors.

### MANAGEMENT & TEAM

**CEO:** Dale McClanaghan  
**CFO:** Gary Mathiesen  
**COO:** Carl Correia  
**Quality Control:** Tracy Edwards  
**Master Grower:** Monica Holubowski  
**Investor Relations:** Daniel McRobert  
**Contact:** danielmcrobertt@gmail.com  
**Website:** lotusventures.ca

\*The anticipated timeline to start generating revenue is dependant on receiving Health Canada licenses.