

## Investment Process

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Dear Investor,

Thank you for your interest in Emerald Health Pharmaceuticals. At this point you may have reviewed some of the documents and videos on our dedicated website in an effort to best inform your investment decision. For your reference below we have outlined the overall investment process, from beginning to end. If at any point you have questions about this process, please email us at [invest@emeraldpharma.life](mailto:invest@emeraldpharma.life) or call one of our company representatives at 1-888-468-3471.

### **Step 1:** **Ready to start the investment process?**

If you would like to preview a copy of a draft of the subscription agreement, please click [here](#) or review at the bottom of this document.

If you are ready to complete your investment subscription agreement, please click on any “INVEST NOW” buttons located on the website.



**INVEST NOW**

### **Step 2:** **Entering your subscriber information**

When you click INVEST NOW a pop-up window will open to a secured and encrypted form hosted by our escrow agent, Prime Trust, LLC, for purposes of entering your subscriber information and completing the subscription agreement. Through a series of screens you will be prompted to provide the required investor information as well as payment instructions.

In accordance with FINRA regulations and as required by the PATRIOT Act, all issuers must ensure that their investors are compliant with AML (Anti-Money Laundering) and other investor compliance verifications. As such, all questions must be answered completely and accurately in order to complete the subscription agreement.

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Please note, under the Reg A+ offering circular, there is no restriction on the amount of investment for accredited investors. You are considered an accredited investor if you are:

- An individual with net worth OR joint net worth with spouse over \$1M, NOT including your home.
- An individual with income exceeding \$200,000 in each of the two most recent years or joint income with spouse that exceeds \$300,000
- A trust or company with over \$5M also qualifies as an accredited investor.

If you do not meet the qualifications of an accredited investor you may still invest, however, you are limited to 10% of the greater of your annual income or net worth (or 10% of the greater of annual revenue or net assets of a company/trust).

If you would like a definitive explanation of the subscription agreement, please seek advice from a lawyer or financial advisor.

### **Step 3:**

#### **Complete subscription agreement and investor compliance verification**

After entry of your information on the previous screens, you will have the opportunity to print a copy or read through a draft of the personalized subscription agreement populated with your information. The last step to complete the agreement is to digitally sign on that same page.

Upon signing the agreement, you will receive a confirmation email, and your investor information will be made available to our escrow agent, Prime Trust, LLC, and our broker-dealer, Dalmore Group, LLC, in order to process the AML and investor compliance verification. If there are no exceptions, your investment will be cleared instantaneously, and the processing of your investment may proceed.

As noted in Annex B to the subscription agreement, if there is an AML exception generated during the investor compliance verification process, or we need further clarification on any of the investor information that you have provided, you may be required to provide documentation such as what is listed below in order to complete your investment. In the event that we require this additional information from you we will contact you via email within 3 business days with a secure link to provide responses and any additional required documentation.

If you have already funded your subscription, and you are unable to provide the required documentation, or we are still unable to complete the investor compliance verification after review of the documentation you have provided, a full refund of your subscription amount will be issued to you, after the remitted funds have cleared the escrow account and in the

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same manner with which your funding was received.

Examples of required documentation that may be requested:

**Individuals/Joint Ownership:**

Valid, unexpired Driver's License or Passport  
Proof of address (Mail item such as a utility bill with your address and investor name listed, dated within 90 days. Cannot be a P.O. Box.)  
Signed W-9 Form

**Trusts:**

Signed Trust Formation Agreement  
Certificate of Formation  
Valid, unexpired Driver's License or Passport for Trustee(s)

**Company:**

Tax ID letter  
State Incorporation documents  
Signed Bylaws  
Articles of Incorporation or LLC Agreement  
Signed Operating Agreement  
Signed Certificate of Formation  
Valid, unexpired Driver's License or Passport for at least one Officer of the company  
Valid, unexpired Driver's License or Passport for any 25% or more owners of the company

There is initially no limit on how much you can invest (apart from the above described SEC limitations). Emerald will have the right to cap the amount to any investment amount and at any time during the subscription period. There will also be a maximum amount we can raise, so at some point the window to invest may completely close, therefore if your intention is to invest in this Emerald Health Pharmaceuticals opportunity, we encourage you to act soon.

Please note that the minimum investment amount is \$3,000 or 500 shares. Once you have completed and submitted the agreement through the Fund America pop-up window, you will receive an automated email confirmation.

**Step 4:**  
**Payment**

Our escrow agent accepts wire transfers, ACH, and personal checks for payment. You will need to select the method of payment during the first step in the information gathering process. You will be able to go back to this step and modify the method of payment at any time prior to digitally signing the subscription agreement. If your payment has failed via ACH for any reason, we will reach out to you via email to provide updated ACH instructions. Alternatively, you can email us at [invest@emeraldpharma.life](mailto:invest@emeraldpharma.life) and we will provide you with instructions for making your payment via wire or personal check. Please do not submit an

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additional agreement under a different payment method if you do not intend to fund each agreement.

If you selected ACH as the payment method, you will be prompted to enter your bank account information as one of the required steps during the subscription agreement completion process, and the funding request will be transmitted to your financial institution. We highly recommend for the owner name of the bank account supplied for the ACH transaction to be the same as the investor listed on the subscription agreement. If the funding is received from a bank account owned by a different individual, we will contact you and you will be required to provide an ACH verification form, signed by the bank account holder, authorizing the investor to use the account for purposes of funding the subscription agreement.

If you selected Mail a Check or Wire Transfer as the payment method, the payment instructions will be displayed on screen upon digitally signing the subscription agreement. You will also receive an email confirmation upon completion of the subscription agreement, which includes these payment instructions. If you do not receive this email, please first check your junk or spam email folder, and then feel free to email us at [invest@emeraldpharma.life](mailto:invest@emeraldpharma.life) or call our customer service line to speak with a company representative and we will assist you.

### **Step 5:** **Payment received**

Once your funding has cleared through escrow and the AML and investor compliance verification checks have been completed by our escrow agent and broker-dealer, we are able to accept your agreement. Note that wire payments are subject to a 1 business day hold and ACH and check payments are subject to a 10 business day hold for clearing escrow. Once your investor funds have been distributed to us through escrow, your investment will be closed upon and you will receive, via email, a fully executed copy of your subscription agreement and further information.

### **Step 6:** **Ownership Statement**

Your shares will be held in book-entry (digital) format by our stock transfer agent, Computershare. Paper stock certificates will not be issued. Upon completion of your investment your information will be transmitted to Computershare, and you will receive a paper statement from them with your ownership details, within 6-8 weeks via US postal mail. You will receive further information from us at a later date, regarding creating your ownership account at Computershare or processing any corrections, address changes, etc. related to the registration.

When shares are purchased at an early stage in a private company, it is usual that if the company becomes publicly listed on a stock exchange the shares would be locked up for some period of time. In the case of Emerald Health Pharmaceuticals, the potential lock-up would

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be 180 days from the day the shares are registered, which would roughly occur in conjunction with a public listing. When you sign your subscription agreement, you are also agreeing to this requirement.