Licence Number:

18/08/02/2017



MINISTRY OF HEALTH AND SOCIAL WELFARE LICENCE FOR PROHIBITED DRUG OPERATOR granted under section 12 of the Drugs of Abuse Act, 2008

Pursuant to my authority according to the Drugs of Abuse Act, 2008 ("the Act") a licence is herewith given to cultivate, manufacture, supply, research, hold, import, export and transit a prohibited drug, according to the meaning of these terms in the Act, and as detailed hereunder.

1 Licence holder details

- 1.1 Name of applicant company: Pharmaceutical Development Company (Proprietary) Limited
- 1.2 Director/s of company: David Lamont Manaway
- 1.3 Company registration number: 55504
- 1.4 Principal business address: Tikoe Industrial Estate or as otherwise allocated
- 1.5 Managers of the applicant: David Lamont Manaway, Klaus Findt and Adam Shefer
- 1.6 Persons authorised to sign on behalf of the applicant: David Lamont Manaway, Klaus Findt and Adam Shefer

2 Name of prohibited drug

- 2.1 Cannabis; and/or
- 2.2 Cannabis resin

3 Form

- 3.1 Leaves, resin, seedlings, sprouts, tissue-culture of a plant type Cannabis;
- 3.2 Cultivated flowerings of the plant, or in stages of production, for the purpose of smoking, vaporizing, extraction, edible, active pharmaceutical ingredient ("API") and medicine production; and
- 3.3 Parts of the plant which serve for extracting oil or hemp and/or any by-products.

 Parts of the plant which are not planted during or after completion of the cultivation, flowering and/or extraction of oil process as well as those plants which were uprooted not for the purpose of cultivation or processing, will be kept in a container intended for materials to be destroyed.

4 Licenced activities

The licencee is licenced to perform the following activities, as defined in the Act, namely the:

- 4.1 cultivation of;
- 4.2 manufacture of;
- 4.3 supply/distribution of;
- 4.4 storage of; and/or
- 4.5 export, import and transit within, into and outside of Lesotho for medical use and/or, scientific use and any other lawful use.

5 Address of the premises of activities

- 5.1 The licenced activity shall be carried out at: Tikoe Industrial Estate or as otherwise allocated
- 5.2 The prohibited drug shall be stored at and distributed from: Tikoe Industrial Estate or as otherwise allocated

6 Conditions of permitted activities

6.1 Cultivation is permitted on up to 20 000 m² (twenty thousand metres squared) of greenhouses at the address stipulated in clause 5.1 above, or as mutually agreed.

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- If any part of the prohibited drug is cultivated, in an area which exceeds the specification in paragraphs 6.2 6.1 above, this material will be destroyed and the Ministry of Health will be informed, unless written permit was received by the Ministry of Health to act otherwise.
- 6.3 Holding of the prohibited drug will be permitted, its parts or its products, in passage between the authorised facility for the licenced activity at clause 5.1 and the authorised storage facility at clause 5.2, by the applicant himself and/or an official shipping company or private company according to the terms
- The prohibited drug must be produced, packaged, labelled and stored in accordance with standard 6.4 operating procedures that are designed to ensure that those activities are conducted in accordance with the requirements

Purpose of Production and Holding

- 7.1 The licence is valid for the following purposes in respect of production and holding:
 - supply of the prohibited drug to approved persons and or companies for research;
 - 7.1.2 for export, as permitted in terms of this licence and the corresponding export permit; and/or
 - 7.1.3 any other activity permitted in terms of the Act including the supply of the prohibited drug to a third party where such third party is appropriately licenced and where such activity is stipulated in the Act and the corresponding licence. Any supply to such third party shall be in accordance with the approved activities as stipulated in the third party licence.
- 7.2 The applicant through its managers and authorised signatories on its behalf declares that the prohibited drug will not serve any purpose which was not expressly provided for in the licence, and will not supply, against payment or free of charge, to any third party without the required approval, given in advance and in writing from the appropriate authority, to receive the prohibited drug from the applicant.

8

The applicant must at all times comply with applicable national and international regulatory requirements including, the Drugs of Abuse Act of 2008, the Single Convention on Narcotic Drugs of 1961, the Convention on Psychotropic Substances of 1971 and the United Nations Convention against Illicit Traffic in Narcotic Drugs and Psychotropic Substances, 1988.

9 Period and Validity of the Licence

- 9.1 The applicant is granted a 10 (ten) year licence which is thereafter renewable. The Ministry of Health irrevocably undertakes to automatically renew the applicant's licence every 21 (twenty one) months so that it shall remain valid throughout the 10 (year) licence term.
- 9.2 The applicant shall, for the duration of the licence term, be issued all consents, permissions, approvals and work permits required to establish the business' facilities and operate the business in accordance with Lesotho law, as well as any permits required for any consignment of product for import, export or transit to, from or in Lesotho, as the case may be

9.3 The Ministry will do all things necessary and possible to obtain estimates/quotas from the International Narcotics Control Board.

9.4

9.5

years from the date this licence is given.

This licence cancels any previous, other or additional licence/s which the applicant holds as prohibited 9.7 drug operator in Lesotho.

Minister of Health & Social Welfare

MINISTRY OF HEALTH Hon. Minister's Office

2017 -02- 28

P.O. Box 514 MASERU 100. LESOTHO

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