

**CRONOS**

# Form 45-106F1 Report of Exempt Distribution (Non-investment fund issuer)

1-001

IT IS AN OFFENCE TO MAKE A MISREPRESENTATION IN THIS REPORT

## ITEM 1 – REPORT TYPE

New report

Amended report If amended, provide Submission ID of report that is being amended:  (Example: EDR1234567890-123)

## ITEM 2 – PARTY CERTIFYING THE REPORT

Indicate the party certifying the report (select only one). For guidance regarding whether an issuer is an investment fund, refer to section 1.1 of National Instrument 81-106 Investment Fund Continuous Disclosure and the companion policy to NI 81-106.

Issuer (Other than an investment fund)

Underwriter

## ITEM 3 – ISSUER NAME AND OTHER IDENTIFIERS

Provide the following information about the issuer, or if the issuer is an investment fund, about the fund.

Full legal name

Previous full legal name If the issuer's name changed in the last 12 months, provide most recent previous legal name.

Website (if applicable)

If the issuer has a legal entity identifier, provide below. Refer to Part B of the Instructions for the definition of "legal entity identifier".

Legal entity identifier

## ITEM 4 – UNDERWRITER INFORMATION

If an underwriter is completing the report, provide the underwriter's full legal name and firm National Registration Database (NRD) number.

Full legal name

Does the Underwriter's Firm have an NRD Number?

No  Yes

Firm NRD number

If the underwriter does not have a firm NRD number, provide the head office contact information of the underwriter.

Street address

Municipality

Province/State

Postal/ZIP code

Country

Telephone number

Website (if applicable)

**ITEM 5 – ISSUER INFORMATION**

1-002

**a) Primary industry**

Provide the issuer's North American Industry Classification Standard (NAICS) code (6 digits only) that corresponds to the issuer's primary business activity. For more information on finding the NAICS industry code go to [Statistics Canada's NAICS industry search tool](#).

NAICS industry code

551113

If the issuer is in the **mining industry**, indicate the stage of operations. This does not apply to issuers that provide services to issuers operating in the mining industry. Select the category that best describes the issuer's stage of operations.

 Exploration  Development  Production

Is the issuer's primary business to invest all or substantially all of its assets in any of the following? If yes, select all that apply.

 Mortgages  Real estate  Commercial/business debt  Consumer debt  Private companies  N/A
**b) Number of employees**
 0 - 49  50 - 99  100 - 499  500 or more
**c) SEDAR profile number**

Does the issuer have a [SEDAR](#) profile? If yes, provide SEDAR profile number:

 No  Yes

00035844

**d) Head office address**

If the issuer does not have a SEDAR profile, complete Item 5(d) – (h).

Street address

Municipality

Province/State

Postal/ZIP code

Country

Telephone number

**e) Date of formation and financial year-end**

Date of formation

Financial year-end

**f) Reporting issuer status**

Is the issuer a reporting issuer in any jurisdiction of Canada?

 No  Yes

If yes, select the jurisdictions of Canada in which the issuer is a reporting issuer.

 All  AB  BC  MB  NB  NL  NT

 NS  NU  ON  PE  QC  SK  YT
**g) Public listing status**

Does the issuer have a CUSIP number? CUSIP number (provide first 6 digits only)

 No  Yes

If the issuer is publicly listed, provide the names of all exchanges on which its securities are listed. Include only the names of exchanges for which the issuer has applied for and received a listing, which excludes, for example, automated trading systems.

Exchange names:

 Not Applicable  Toronto Stock Exchange  TSX Venture Exchange  Canadian Securities Exchange

 Aequitas Neo Exchange  Australian Securities Exchange  Deutsche Boerse  Euronext

 London Stock Exchange  Nasdaq  New York Stock Exchange  Shanghai Stock Exchange

 Shenzhen Stock Exchange  Stock Exchange Of Hong Kong  Tokyo Stock Exchange  OTHER

If other, describe:

**h) Size of issuer's assets**

Select the size of the issuer's assets for its most recent financial year-end (Canadian \$). If the issuer has not existed for a full financial year, provide the size of the issuer's assets at the distribution end date.

 \$0 to under \$5M  \$5M to under \$25M  \$25M to under \$100M

 \$100M to under \$500M  \$500M to under \$1B  \$1B or over

**ITEM 7 – INFORMATION ABOUT THE DISTRIBUTION**

1-003

If an issuer located outside of Canada completes a distribution in a jurisdiction of Canada, include in Item 7 and Schedule 1 information about purchasers resident in that jurisdiction of Canada only. Do not include in Item 7 securities issued as payment of commissions or finder's fees, which should be disclosed in Item 8. The information provided in Item 7 must reconcile with the information provided in Schedule 1 of the report.

**a) Currency**

Select the currency or currencies in which the distribution was made. All dollar amounts provided in the report must be in Canadian dollars.

Canadian dollar  US dollar  Euro  Other (describe):

**b) Distribution date(s)**

State the distribution start and end dates. If the report is being filed for securities distributed on only one distribution date, provide the distribution date as both the start and end dates. If the report is being filed for securities distributed on a continuous basis, include the start and end dates for the distribution period covered by the report.

Start Date End Date

2017-09-25 2017-09-25

**c) Detailed purchaser information**

Complete [Schedule 1](#) of this form for each purchaser and attach the schedule to the completed report.

[Schedule 1.xlsx - 47 KB](#)

**d) Types of securities distributed**

Provide the following information for all distributions that take place in a jurisdiction of Canada on a per security basis. Refer to Part A of the Instructions for how to indicate the security code. If providing the CUSIP number, indicate the full 9-digit CUSIP number assigned to the security being distributed.

Security code	CUSIP number	Number of securities	Canadian \$		
			Single or lowest price	Highest price	Total amount
CMS		6,671,112.0000	2.2500		15,010,001.2500
Description of security: <input type="text"/>					

**e) Details of rights and convertible/exchangeable securities**

If any rights (e.g. warrants, options) were distributed, provide the exercise price and expiry date for each right. If any convertible/exchangeable securities were distributed, provide the conversion ratio and describe any other terms for each convertible/exchangeable security.

Not Applicable

Security code	Underlying security code	Exercise price (Canadian \$)		Expiry date (YYYY-MM-DD)	Conversion ratio
		Lowest	Highest		
Describe other terms: (if applicable) <input type="text"/>					

**f) Summary of the distribution by jurisdiction and exemption**

State the total dollar amount of securities distributed and the number of purchasers for each jurisdiction of Canada and foreign jurisdiction where a purchaser resides and for each exemption relied on in Canada for that distribution. However, if an issuer located outside of Canada completes a distribution in a jurisdiction of Canada, include distributions to purchasers resident in that jurisdiction of Canada only. This table requires a separate line item for (i) each jurisdiction where a purchaser resides (ii) each exemption relied on in the jurisdiction where a purchaser resides, if a purchaser resides in a jurisdiction of Canada, and (iii) each exemption relied on in Canada, if a purchaser resides in a foreign jurisdiction. For jurisdictions within of Canada, state the province or territory, otherwise state country.

Province or country	Exemption relied on	Number of purchasers	Total amount (Canadian \$)
Ontario	NI 45-106 2.3 [Accredited investor]	7	797,397.0000
Quebec	NI 45-106 2.3 [Accredited investor]	1	11,250.0000
British Columbia	NI 45-106 2.3 [Accredited investor]	1	49,999.5000
Singapore	NI 45-106 2.3 [Accredited investor]	1	225,000.0000
Kenya	NI 45-106 2.3 [Accredited investor]	1	552,471.7500
United States	NI 45-106 2.5 [Family, friends and business associates]	2	465,997.5000
United States	NI 45-106 2.3 [Accredited investor]	18	12,786,086.2500
Colombia	NI 45-106 2.3 [Accredited investor]	1	121,799.2500

Colombia	14,151,000.2500 [Allocated investor]		14,151,000.2500
<b>Total dollar amount of securities distributed</b>			15,010,001.2500
<b>Total number of unique purchasers<sup>2</sup></b>			<b>1-004</b>

<sup>2</sup> In calculating the total number of unique purchasers to which the issuer distributed securities, count each purchaser only once, regardless of whether the issuer distributed multiple types of securities to, and relied on multiple exemptions for, that purchaser.

## ITEM 7 – INFORMATION ABOUT THE DISTRIBUTION

1-003

**h) Offering materials - This section applies only in Saskatchewan, Ontario, Québec, New Brunswick and Nova Scotia.**

*If a distribution has occurred in Saskatchewan, Ontario, Québec, New Brunswick or Nova Scotia, complete the table below by listing the offering materials that are required under the prospectus exemption relied on to be filed with or delivered to the securities regulatory authority or regulator in those jurisdictions.*

*In Ontario, if the offering materials listed in the table are required to be filed with or delivered to the Ontario Securities Commission (OSC), attach an electronic version of the offering materials that have not been previously filed with or delivered to the OSC.*

**Not Applicable**

Description	Date of document or other material	Previously filed with or delivered to regulator?	Previously filed Submission ID	Filename
1.		<input type="checkbox"/> Y <input type="checkbox"/> N		

# ITEM 8 – COMPENSATION INFORMATION

1-000

Provide information for each person (as defined in NI 45-106) to whom the issuer directly provides, or will provide, any compensation in connection with the distribution. **Complete additional copies of this page if more than one person was, or will be, compensated.**

Indicate whether any compensation was paid, or will be paid, in connection with the distribution.

No  Yes

## PERSON 1

### a) Name of person compensated and registration status

Indicate whether the person compensated is a registrant.

No  Yes

If the person compensated is an individual, provide the full legal name of the individual.

Family name

First given name

Secondary given names




If the person compensated is not an individual, provide the following information.

Full legal name of non-individual

Firm NRD number (if applicable)



Indicate whether the person compensated facilitated the distribution through a funding portal or an internet-based portal.

No  Yes

### b) Business contact information

If a firm NRD number is not provided in Item 8(a), provide the business contact information of the person being compensated.

Street address

Municipality

Province/State

Postal/ZIP code





Country

Telephone number

Email address




### c) Relationship to issuer or investment fund manager

Indicate the person's relationship with the issuer or investment fund manager (select all that apply). Refer to the meaning of "connected" in Part B(2) of the Instructions and the meaning of "control" in section 1.4 of NI 45-106 for the purposes of completing this section.

Connected with the issuer or investment fund manager

Employee of the issuer or investment fund manager

Insider of the issuer (other than an investment fund)

None of the above

Director or officer of the investment fund or investment fund manager

### d) Compensation details

Provide details of all compensation paid, or to be paid, to the person identified in Item 8(a) in connection with the distribution. Provide all amounts in Canadian dollars. Include cash commissions, securities-based compensation, gifts, discounts or other compensation. Do not report payments for services incidental to the distribution, such as clerical, printing, legal or accounting services. An issuer is not required to ask for details about, or report on, internal allocation arrangements with the directors, officers or employees of a non-individual compensated by the issuer.

<input type="checkbox"/> Cash commissions paid	<input type="text"/>			
<input type="checkbox"/> Value of all securities distributed as compensation <sup>4</sup>	<input type="text"/>	Security code1	<input type="text"/>	Security code2
			<input type="text"/>	Security code3
		Describe terms of warrants, options or other rights		
		<input type="text"/>		
<input type="checkbox"/> Other compensation <sup>5</sup>	<input type="text"/>	Describe		
		<input type="text"/>		
<b>Total compensation Paid</b>	<input type="text"/>	0.0000		

Check box if the person will or may receive any deferred compensation (describe the terms below)

<sup>4</sup> Provide the aggregate value of all securities distributed as compensation, excluding options, warrants or other rights exercisable to acquire additional securities of the issuer. Indicate the security codes for all securities distributed as compensation, including options, warrants or other rights exercisable to acquire additional securities of the issuer.

1-007

<sup>5</sup> Do not include deferred compensation.



**ITEM 9 – DIRECTORS, EXECUTIVE OFFICERS AND PROMOTERS OF THE ISSUER**

1-000

Indicate whether the issuer is any of the following (select all that apply).

- Reporting issuer in any jurisdiction of Canada
- Foreign public issuer
- Wholly owned subsidiary of a reporting issuer in any jurisdiction of Canada<sup>6</sup>

Provide name of reporting issuer

- Wholly owned subsidiary of a foreign public issuer<sup>6</sup>

Provide name of foreign public issuer

- Issuer distributing eligible foreign securities only to permitted clients<sup>7</sup>

**If the issuer is at least one of the above, do not complete Item 9(a) – (c). Proceed to Item 10.**

<sup>6</sup> An issuer is a wholly owned subsidiary of a reporting issuer or a foreign public issuer if all of the issuer's outstanding voting securities, other than securities that are required by law to be owned by its directors, are beneficially owned by the reporting issuer or the foreign public issuer, respectively.

<sup>7</sup> Check this box if it applies to the current distribution even if the issuer made previous distributions of other types of securities to non-permitted clients. Refer to the definitions of "eligible foreign security" and "permitted client" in Part B(1) of the Instructions.

- If the issuer is none of the above, check this box and complete Item 9(a) – (c).

**a) Directors, executive officers and promoters of the issuer**

Provide the following information for each director, executive officer and promoter of the issuer. For locations within Canada, state the province or territory, otherwise state the country. For "Relationship to issuer", "D" – Director, "O" – Executive Officer, "P" – Promoter.

Individual?	Organization or company name	Family name First given name Secondary given name	Business location of non-individual or residential jurisdiction of individual	Relationship to issuer (select all that apply)
<input type="checkbox"/> Y <input type="checkbox"/> N	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="checkbox"/> D <input type="checkbox"/> O <input type="checkbox"/> P
	<input type="text"/>	<input type="text"/>		
	<input type="text"/>	<input type="text"/>		

**b) Promoter information**

If the promoter listed above is not an individual, provide the following information for each director and executive officer of the promoter. For locations within Canada, state the province or territory, otherwise state the country. For "Relationship to promoter", "D" – Director, "O" – Executive Officer.

Organization or company name	Family name First given name Secondary given name	Residential jurisdiction of individual	Relationship to promoter (select one or both if applicable)
<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="checkbox"/> D <input type="checkbox"/> O
<input type="text"/>	<input type="text"/>		
<input type="text"/>	<input type="text"/>		

**c) Residential address of each individual**

Complete [Schedule 2](#) of this form providing the full residential address for each individual listed in Item 9(a) and (b) and attach to the completed report. Schedule 2 also requires information to be provided about control persons.

## ITEM 10 – CERTIFICATION

Provide the following certification and business contact information of an officer or director of the issuer or underwriter. If the issuer or underwriter is not a company, an individual who performs functions similar to that of a director or officer may certify the report. For example, if the issuer is a trust, the report may be certified by the issuer's trustee. If the issuer is an investment fund, a director or officer of the investment fund manager (or, if the investment fund manager is not a company, an individual who performs similar functions) may certify the report if the director or officer has been authorized to do so by the investment fund.

The certification may not be delegated to an agent or other individual preparing the report on behalf of the issuer or underwriter. If the individual completing and filing the report is different from the individual certifying the report, provide their name and contact details in Item 11.

The signature on the report must be in typed form rather than handwritten form. The report may include an electronic signature provided the name of the signatory is also in typed form.

### IT IS AN OFFENCE TO MAKE A MISREPRESENTATION IN THIS REPORT

By completing the information below, I certify to the securities regulatory authority or regulator that:

- I have read and understand this report; and
- all of the information provided in this report is true.

Full legal name - Family name	First given name	Secondary given names	Title
Gorenstein	Michael		CEO
Name of issuer/underwriter		Telephone number	Email address
Cronos Group Inc.		416-504-0004	mike@TheCronosGroup.com
Signature		Date	
Michael Gorenstein		2017-10-04	

## ITEM 11 – CONTACT PERSON

Provide the following business contact information for the individual that the securities regulatory authority or regulator may contact with any questions regarding the contents of this report, if different than the individual certifying the report in Item 10.

Same as individual certifying the report

Full legal name - Family name	First given name	Secondary given names	Title
Ainsley	Cindy		Paralegal
Name of company		Telephone number	Email address
Dentons Canada LLP		514-878-8898	cindy.ainsley@dentons.com

## Notice – Collection and use of personal information

The personal information required under this form is collected on behalf of and used by the securities regulatory authority or regulator under the authority granted in securities legislation for the purposes of the administration and enforcement of the securities legislation.

If you have any questions about the collection and use of this information, contact the securities regulatory authority or regulator in the local jurisdiction(s) where the report is filed, at the address(es) listed at the end of this form.

The attached Schedules 1 and 2 may contain personal information of individuals and details of the distribution(s). The information in Schedules 1 and 2 will not be placed on the public file of any securities regulatory authority or regulator. However, freedom of information legislation may require the securities regulatory authority or regulator to make this information available if requested.

By signing this report, the issuer/underwriter confirms that each individual listed in Schedule 1 or 2 of the report who is resident in a jurisdiction of Canada:

- a) has been notified by the issuer/underwriter of the delivery to the securities regulatory authority or regulator of the information pertaining to the individual as set out in Schedule 1 or 2, that this information is being collected by the securities regulatory authority or regulator under the authority granted in securities legislation, that this information is being collected for the purposes of the administration and enforcement of the securities legislation of the local jurisdiction, and of the title, business address and business telephone number of the public official in the local jurisdiction, as set out in this form, who can answer questions about the securities regulatory authority's or regulator's indirect collection of the information, and
- b) has authorized the indirect collection of the information by the securities regulatory authority or regulator.

EDR1507043458-171

Submission ID

2017-10-05 12:57:26.522

Date







# Form 45-106F1 Report of Exempt Distribution (Non-investment fund issuer)

3-001

IT IS AN OFFENCE TO MAKE A MISREPRESENTATION IN THIS REPORT

## ITEM 1 – REPORT TYPE

New report

Amended report If amended, provide Submission ID of report that is being amended:  (Example: EDR1234567890-123)

## ITEM 2 – PARTY CERTIFYING THE REPORT

Indicate the party certifying the report (select only one). For guidance regarding whether an issuer is an investment fund, refer to section 1.1 of National Instrument 81-106 Investment Fund Continuous Disclosure and the companion policy to NI 81-106.

Issuer (Other than an investment fund)

Underwriter

## ITEM 3 – ISSUER NAME AND OTHER IDENTIFIERS

Provide the following information about the issuer, or if the issuer is an investment fund, about the fund.

Full legal name

Previous full legal name If the issuer's name changed in the last 12 months, provide most recent previous legal name.

Website (if applicable)

If the issuer has a legal entity identifier, provide below. Refer to Part B of the Instructions for the definition of "legal entity identifier".

Legal entity identifier

## ITEM 4 – UNDERWRITER INFORMATION

If an underwriter is completing the report, provide the underwriter's full legal name and firm National Registration Database (NRD) number.

Full legal name

Does the Underwriter's Firm have an NRD Number?

No  Yes

Firm NRD number

If the underwriter does not have a firm NRD number, provide the head office contact information of the underwriter.

Street address

Municipality

Province/State

Postal/ZIP code

Country

Telephone number

Website (if applicable)

**ITEM 5 – ISSUER INFORMATION**

J-002

**a) Primary industry**

Provide the issuer's North American Industry Classification Standard (NAICS) code (6 digits only) that corresponds to the issuer's primary business activity. For more information on finding the NAICS industry code go to [Statistics Canada's NAICS industry search tool](#).

NAICS industry code

If the issuer is in the **mining industry**, indicate the stage of operations. This does not apply to issuers that provide services to issuers operating in the mining industry. Select the category that best describes the issuer's stage of operations.

Exploration  Development  Production

Is the issuer's primary business to invest all or substantially all of its assets in any of the following? If yes, select all that apply.

Mortgages  Real estate  Commercial/business debt  Consumer debt  Private companies  N/A

**b) Number of employees**

0 - 49  50 - 99  100 - 499  500 or more

**c) SEDAR profile number**

Does the issuer have a [SEDAR](#) profile ?

If yes, provide SEDAR profile number:

No  Yes

**d) Head office address**

If the issuer does not have a SEDAR profile, complete Item 5(d) – (h).

Street address

Municipality

Province/State

Postal/ZIP code

Country

Telephone number

**e) Date of formation and financial year-end**

Date of formation

Financial year-end

**f) Reporting issuer status**

Is the issuer a reporting issuer in any jurisdiction of Canada?

No  Yes

If yes, select the jurisdictions of Canada in which the issuer is a reporting issuer.

All  AB  BC  MB  NB  NL  NT

NS  NU  ON  PE  QC  SK  YT

**g) Public listing status**

Does the issuer have a CUSIP number?

CUSIP number (provide first 6 digits only)

No  Yes

If the issuer is publicly listed, provide the names of all exchanges on which its securities are listed. Include only the names of exchanges for which the issuer has applied for and received a listing, which excludes, for example, automated trading systems.

Exchange names:

Not Applicable  Toronto Stock Exchange  TSX Venture Exchange  Canadian Securities Exchange

Aequitas Neo Exchange  Australian Securities Exchange  Deutsche Boerse  Euronext

London Stock Exchange  Nasdaq  New York Stock Exchange  Shanghai Stock Exchange

Shenzhen Stock Exchange  Stock Exchange Of Hong Kong  Tokyo Stock Exchange  OTHER

If other, describe:

**h) Size of issuer's assets**

Select the size of the issuer's assets for its most recent financial year-end (Canadian \$). If the issuer has not existed for a full financial year, provide the size of the issuer's assets at the distribution end date.

\$0 to under \$5M  \$5M to under \$25M  \$25M to under \$100M

\$100M to under \$500M  \$500M to under \$1B  \$1B or over

**ITEM 7 – INFORMATION ABOUT THE DISTRIBUTION**

3-003

If an issuer located outside of Canada completes a distribution in a jurisdiction of Canada, include in Item 7 and Schedule 1 information about purchasers resident in that jurisdiction of Canada only. Do not include in Item 7 securities issued as payment of commissions or finder's fees, which should be disclosed in Item 8. The information provided in Item 7 must reconcile with the information provided in Schedule 1 of the report.

**a) Currency**

Select the currency or currencies in which the distribution was made. All dollar amounts provided in the report must be in Canadian dollars.

Canadian dollar  US dollar  Euro  Other (describe):

**b) Distribution date(s)**

State the distribution start and end dates. If the report is being filed for securities distributed on only one distribution date, provide the distribution date as both the start and end dates. If the report is being filed for securities distributed on a continuous basis, include the start and end dates for the distribution period covered by the report.

Start Date End Date

2017-09-25 2017-09-25

**c) Detailed purchaser information**

Complete [Schedule 1](#) of this form for each purchaser and attach the schedule to the completed report.

[Schedule 1.xlsx - 48 KB](#)

**d) Types of securities distributed**

Provide the following information for all distributions that take place in a jurisdiction of Canada on a per security basis. Refer to Part A of the Instructions for how to indicate the security code. If providing the CUSIP number, indicate the full 9-digit CUSIP number assigned to the security being distributed.

Security code	CUSIP number	Number of securities	Canadian \$		
			Single or lowest price	Highest price	Total amount
CMS		6,671,112.0000	2.2500		15,010,001.2500
Description of security: <input type="text"/>					

**e) Details of rights and convertible/exchangeable securities**

If any rights (e.g. warrants, options) were distributed, provide the exercise price and expiry date for each right. If any convertible/exchangeable securities were distributed, provide the conversion ratio and describe any other terms for each convertible/exchangeable security.

Not Applicable

Security code	Underlying security code	Exercise price (Canadian \$)		Expiry date (YYYY-MM-DD)	Conversion ratio
		Lowest	Highest		
Describe other terms: (if applicable) <input type="text"/>					

**f) Summary of the distribution by jurisdiction and exemption**

State the total dollar amount of securities distributed and the number of purchasers for each jurisdiction of Canada and foreign jurisdiction where a purchaser resides and for each exemption relied on in Canada for that distribution. However, if an issuer located outside of Canada completes a distribution in a jurisdiction of Canada, include distributions to purchasers resident in that jurisdiction of Canada only. This table requires a separate line item for (i) each jurisdiction where a purchaser resides (ii) each exemption relied on in the jurisdiction where a purchaser resides, if a purchaser resides in a jurisdiction of Canada, and (iii) each exemption relied on in Canada, if a purchaser resides in a foreign jurisdiction. For jurisdictions within of Canada, state the province or territory, otherwise state country.

Province or country	Exemption relied on	Number of purchasers	Total amount (Canadian \$)
Ontario	NI 45-106 2.3 [Accredited investor]	7	797,397.0000
Quebec	NI 45-106 2.3 [Accredited investor]	1	11,250.0000
British Columbia	NI 45-106 2.3 [Accredited investor]	1	49,999.5000
Singapore	NI 45-106 2.3 [Accredited investor]	1	225,000.0000
Kenya	NI 45-106 2.3 [Accredited investor]	1	552,471.7500
United States	NI 45-106 2.5 [Family, friends and business associates]	2	465,997.5000
United States	NI 45-106 2.3 [Accredited investor]	18	12,786,086.2500
Colombia	NI 45-106 2.3 [Accredited investor]	1	121,799.2500



Colombia	14,151,000.2500 [Allocated investor]		15,010,001.2500
<b>Total dollar amount of securities distributed</b>			15,010,001.2500
<b>Total number of unique purchasers <sup>2</sup></b>			<b>3-004</b>
			32

<sup>2</sup> In calculating the total number of unique purchasers to which the issuer distributed securities, count each purchaser only once, regardless of whether the issuer distributed multiple types of securities to, and relied on multiple exemptions for, that purchaser.

## ITEM 7 – INFORMATION ABOUT THE DISTRIBUTION

**h) Offering materials - This section applies only in Saskatchewan, Ontario, Québec, New Brunswick and Nova Scotia.**

3-003

*If a distribution has occurred in Saskatchewan, Ontario, Québec, New Brunswick or Nova Scotia, complete the table below by listing the offering materials that are required under the prospectus exemption relied on to be filed with or delivered to the securities regulatory authority or regulator in those jurisdictions.*

*In Ontario, if the offering materials listed in the table are required to be filed with or delivered to the Ontario Securities Commission (OSC), attach an electronic version of the offering materials that have not been previously filed with or delivered to the OSC.*

**Not Applicable**

Description	Date of document or other material	Previously filed with or delivered to regulator?	Previously filed Submission ID	Filename
1.		<input type="checkbox"/> Y <input type="checkbox"/> N		

**ITEM 8 – COMPENSATION INFORMATION**

3-000

Provide information for each person (as defined in NI 45-106) to whom the issuer directly provides, or will provide, any compensation in connection with the distribution. **Complete additional copies of this page if more than one person was, or will be, compensated.**

Indicate whether any compensation was paid, or will be paid, in connection with the distribution.

No  Yes

**PERSON 1**

**a) Name of person compensated and registration status**

Indicate whether the person compensated is a registrant.

No  Yes

If the person compensated is an individual, provide the full legal name of the individual.

Family name  First given name  Secondary given names

If the person compensated is not an individual, provide the following information.

Full legal name of non-individual  Firm NRD number (if applicable)

Indicate whether the person compensated facilitated the distribution through a funding portal or an internet-based portal.

No  Yes

**b) Business contact information**

If a firm NRD number is not provided in Item 8(a), provide the business contact information of the person being compensated.

Street address  Municipality  Province/State  Postal/ZIP code

Country  Telephone number  Email address

**c) Relationship to issuer or investment fund manager**

Indicate the person's relationship with the issuer or investment fund manager (select all that apply). Refer to the meaning of "connected" in Part B(2) of the Instructions and the meaning of "control" in section 1.4 of NI 45-106 for the purposes of completing this section.

- Connected with the issuer or investment fund manager
- Employee of the issuer or investment fund manager
- Insider of the issuer (other than an investment fund)
- None of the above
- Director or officer of the investment fund or investment fund manager

**d) Compensation details**

Provide details of all compensation paid, or to be paid, to the person identified in Item 8(a) in connection with the distribution. Provide all amounts in Canadian dollars. Include cash commissions, securities-based compensation, gifts, discounts or other compensation. Do not report payments for services incidental to the distribution, such as clerical, printing, legal or accounting services. An issuer is not required to ask for details about, or report on, internal allocation arrangements with the directors, officers or employees of a non-individual compensated by the issuer.

<input type="checkbox"/> Cash commissions paid	<input type="text"/>	
<input type="checkbox"/> Value of all securities distributed as compensation <sup>4</sup>	<input type="text"/>	Security code1 <input type="text"/> Security code2 <input type="text"/> Security code3 <input type="text"/>
	<input type="text"/>	Describe terms of warrants, options or other rights <input type="text"/>
<input type="checkbox"/> Other compensation <sup>5</sup>	<input type="text"/>	Describe <input type="text"/>
	<input type="text"/>	<input type="text"/>
<b>Total compensation Paid</b>	<input type="text" value="0.0000"/>	

Check box if the person will or may receive any deferred compensation (describe the terms below)

<sup>4</sup> Provide the aggregate value of all securities distributed as compensation, excluding options, warrants or other rights exercisable to acquire additional securities of the issuer. Indicate the security codes for all securities distributed as compensation, including options, warrants or other rights exercisable to acquire additional securities of the issuer.

3-007

<sup>5</sup> Do not include deferred compensation.

**ITEM 9 – DIRECTORS, EXECUTIVE OFFICERS AND PROMOTERS OF THE ISSUER**

3-000

Indicate whether the issuer is any of the following (select all that apply).

- Reporting issuer in any jurisdiction of Canada
- Foreign public issuer
- Wholly owned subsidiary of a reporting issuer in any jurisdiction of Canada <sup>6</sup>

Provide name of reporting issuer

- Wholly owned subsidiary of a foreign public issuer <sup>6</sup>

Provide name of foreign public issuer

- Issuer distributing eligible foreign securities only to permitted clients <sup>7</sup>

**If the issuer is at least one of the above, do not complete Item 9(a) – (c). Proceed to Item 10.**

<sup>6</sup> An issuer is a wholly owned subsidiary of a reporting issuer or a foreign public issuer if all of the issuer's outstanding voting securities, other than securities that are required by law to be owned by its directors, are beneficially owned by the reporting issuer or the foreign public issuer, respectively.

<sup>7</sup> Check this box if it applies to the current distribution even if the issuer made previous distributions of other types of securities to non-permitted clients. Refer to the definitions of "eligible foreign security" and "permitted client" in Part B(1) of the Instructions.

- If the issuer is none of the above, check this box and complete Item 9(a) – (c).

**a) Directors, executive officers and promoters of the issuer**

Provide the following information for each director, executive officer and promoter of the issuer. For locations within Canada, state the province or territory, otherwise state the country. For "Relationship to issuer", "D" – Director, "O" – Executive Officer, "P" – Promoter.

Individual?	Organization or company name	Family name First given name Secondary given name	Business location of non-individual or residential jurisdiction of individual	Relationship to issuer (select all that apply)
<input type="checkbox"/> Y <input type="checkbox"/> N	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="checkbox"/> D <input type="checkbox"/> O <input type="checkbox"/> P
	<input type="text"/>	<input type="text"/>		
	<input type="text"/>	<input type="text"/>		

**b) Promoter information**

If the promoter listed above is not an individual, provide the following information for each director and executive officer of the promoter. For locations within Canada, state the province or territory, otherwise state the country. For "Relationship to promoter", "D" – Director, "O" – Executive Officer.

Organization or company name	Family name First given name Secondary given name	Residential jurisdiction of individual	Relationship to promoter (select one or both if applicable)
<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="checkbox"/> D <input type="checkbox"/> O
<input type="text"/>	<input type="text"/>		
<input type="text"/>	<input type="text"/>		

**c) Residential address of each individual**

Complete [Schedule 2](#) of this form providing the full residential address for each individual listed in Item 9(a) and (b) and attach to the completed report. Schedule 2 also requires information to be provided about control persons.

## ITEM 10 – CERTIFICATION

Provide the following certification and business contact information of an officer or director of the issuer or underwriter. If the issuer or underwriter is not a company, an individual who performs functions similar to that of a director or officer may certify the report. For example, if the issuer is a trust, the report may be certified by the issuer's trustee. If the issuer is an investment fund, a director or officer of the investment fund manager (or, if the investment fund manager is not a company, an individual who performs similar functions) may certify the report if the director or officer has been authorized to do so by the investment fund.

The certification may not be delegated to an agent or other individual preparing the report on behalf of the issuer or underwriter. If the individual completing and filing the report is different from the individual certifying the report, provide their name and contact details in Item 11.

The signature on the report must be in typed form rather than handwritten form. The report may include an electronic signature provided the name of the signatory is also in typed form.

### IT IS AN OFFENCE TO MAKE A MISREPRESENTATION IN THIS REPORT

By completing the information below, I certify to the securities regulatory authority or regulator that:

- I have read and understand this report; and
- all of the information provided in this report is true.

Full legal name - Family name	First given name	Secondary given names	Title
Gorenstein	Michael		CEO
Name of issuer/underwriter	Telephone number	Email address	
Cronos Group Inc.	416-504-0004	mike@TheCronosGroup.com	
Signature	Date		
Michael Gorenstein	2017-10-04		

## ITEM 11 – CONTACT PERSON

Provide the following business contact information for the individual that the securities regulatory authority or regulator may contact with any questions regarding the contents of this report, if different than the individual certifying the report in Item 10.

Same as individual certifying the report

Full legal name - Family name	First given name	Secondary given names	Title
Ainsley	Cindy		Paralegal
Name of company	Telephone number	Email address	
Dentons Canada LLP	514-878-8898	cindy.ainsley@dentons.com	

## Notice – Collection and use of personal information

The personal information required under this form is collected on behalf of and used by the securities regulatory authority or regulator under the authority granted in securities legislation for the purposes of the administration and enforcement of the securities legislation.

If you have any questions about the collection and use of this information, contact the securities regulatory authority or regulator in the local jurisdiction(s) where the report is filed, at the address(es) listed at the end of this form.

The attached Schedules 1 and 2 may contain personal information of individuals and details of the distribution(s). The information in Schedules 1 and 2 will not be placed on the public file of any securities regulatory authority or regulator. However, freedom of information legislation may require the securities regulatory authority or regulator to make this information available if requested.

By signing this report, the issuer/underwriter confirms that each individual listed in Schedule 1 or 2 of the report who is resident in a jurisdiction of Canada:

- a) has been notified by the issuer/underwriter of the delivery to the securities regulatory authority or regulator of the information pertaining to the individual as set out in Schedule 1 or 2, that this information is being collected by the securities regulatory authority or regulator under the authority granted in securities legislation, that this information is being collected for the purposes of the administration and enforcement of the securities legislation of the local jurisdiction, and of the title, business address and business telephone number of the public official in the local jurisdiction, as set out in this form, who can answer questions about the securities regulatory authority's or regulator's indirect collection of the information, and
- b) has authorized the indirect collection of the information by the securities regulatory authority or regulator.

EDR1507234730915-702

Submission ID

2017-10-05 16:18:50.915

Date

SCHEDULE 1 TO FORM 45-106F1 (CONFIDENTIAL PURCHASER INFORMATION)																										
The information in this schedule will not be placed on the public file of any securities regulatory authority or regulator. However, freedom of information legislation may require the securities regulatory authority or regulator to make this information available if requested.																										
Do not alter the order of columns or the column titles. If you add totals to assist you in completing this form, please remove them before filing. See instructions tab for more details.																										
Name of issuer		Certification date of the report (YYYY-MM-DD)																								
Cronos Group Inc.																										
Legal name of purchaser				Contact information of purchaser								Details of securities purchased				Details of exemption relied on		If relying on section 2.3 of Regulation 45-106	If relying on section 2.5 of Regulation 45-106			If relying on subsection 2.9(2) or 2.9(2.1) of Regulation 45-106 and purchaser is an eligible investor		Other Information		
Family name	First given name	Secondary given names	Full name of non-individual	Street address line 1	Street address line 2	Municipality (town or city)	Provincial State	Postal code/Zip code (A1A1A1 or 12345)	Country	Telephone number (9999999999)	Email address	Date of distribution (YYYY-MM-DD)	Number of securities	Security code	Amount paid (Canadian \$)	Regulation, section and subsection number	If "Other", specify exemption relied on (provide number of local rule, order or blanket order)	Paragraph number in the definition of <b>accredited investor</b> that applies to the purchaser (select only one)	Paragraph number in subsection 2.5(1) that applies to the purchaser (select only one)	Name of individual at issuer claiming a relationship to the purchaser	Position at issuer (D/O/C/F) of individual claiming a relationship to the purchaser	Paragraph number in the definition of <b>eligible investor</b> that applies to the purchaser (select only one)	Is the purchaser a registrant?	Is the purchaser an insider of the issuer?	Full legal name of person compensated for distribution to this purchaser	
<b>s.21 Personal privacy</b>																										
												2017-09-25	17,567	CMS (Common shares)	39,525								N	Y		
												2017-09-25	6,666	CMS (Common shares)	14,998.5								N	N		
												2017-09-25	22,222	CMS (Common shares)	49,999.5								N	N		
												2017-09-25	13,500	CMS (Common shares)	30,375								N	N		
												2017-09-25	15,555	CMS (Common shares)	34,998.75								N	N		
			Silnom Investments LLC	165 Cross Avenue	Suite 302	Oakville	ON	L6J 0A9	Canada	9053389733		2017-09-25	130,200	CMS (Common shares)	292,850	Regulation 45-106 2.3 [Accredited investor]		s					N	N		
			JSW Management LLC	165 Cross Avenue	Suite 302	Oakville	ON	L6J 0A9	Canada	9053389733		2017-09-25	32,440	CMS (Common shares)	72,990	Regulation 45-106 2.3 [Accredited investor]		s					N	N		
<b>s.21 Personal privacy</b>																										
												2017-09-25	245,543	CMS (Common shares)	552,471.75								N	N		
			DMPC Income Trust	490 Russell Hill Road		Toronto	ON	M5P 2S7	Canada	4166487733		2017-09-25	100,000	CMS (Common shares)	225,000	Regulation 45-106 2.3 [Accredited investor]		w					N	N		
<b>s.21 Personal privacy</b>																										
			Emarma Corporation	162 Cumberland Street	Suite 300	Toronto	ON	M5R 3N5	Canada	4169661100		2017-09-25	50,000	CMS (Common shares)	112,500	Regulation 45-106 2.3 [Accredited investor]		m					N	N		
												2017-09-25	22,222	CMS (Common shares)	49,999.5								N	N		
												2017-09-25	44,444	CMS (Common shares)	99,999								N	N		
			JW Partners LP	515 Madison Ave.	14th Floor	New York	NY	10022	United States	2124465362		2017-09-25	444,444	CMS (Common shares)	999,999	Regulation 45-106 2.3 [Accredited investor]		s					N	N		
			12th Street GP	166 Duane Street	#2B	New York	NY	10013	United States	9176972495		2017-09-25	184,222	CMS (Common shares)	436,999.5	Regulation 45-106 2.5 [Family, friends and business associates]			h	Eric Frank	Director (D)		N	N		
			Joseph D. Samberg Revocable Trust	1091 Boston Post Road		Rye	NY	10580	United States	9144017059		2017-09-25	2,666,666	CMS (Common shares)	5,999,998.5	Regulation 45-106 2.3 [Accredited investor]		m					N	N		
<b>s.21 Personal privacy</b>																										
												2017-09-25	4,444	CMS (Common shares)	9,999								N	N		
<b>s.21 Personal privacy</b>																										
			Nomi P. Ghaz Revocable Trust	860 Fifth Avenue		New York	NY	10065	United States	2128791956		2017-09-25	133,333	CMS (Common shares)	299,999.25	Regulation 45-106 2.3 [Accredited investor]		w					N	N		
												2017-09-25	54,133	CMS (Common shares)	121,799.25								N	N		
												2017-09-25	106,666	CMS (Common shares)	239,998.5								N	N		
												2017-09-25	250,000	CMS (Common shares)	562,500								N	N		
												2017-09-25	12,888	CMS (Common shares)	28,998								N	N		
			South Star Capital Partners, LLC	395 Hudson Street	Suite 701	New York	NY	10014	United States	2123805186		2017-09-25	750,000	CMS (Common shares)	1,687,500	Regulation 45-106 2.3 [Accredited investor]		m					N	N		
			3615 West Gulf Drive Acquisition, LLC	873 President Street		Brooklyn	NY	11215	United States	6462203620		2017-09-25	22,222	CMS (Common shares)	49,999.5	Regulation 45-106 2.3 [Accredited investor]		t					N	N		
<b>s.21 Personal privacy</b>																										
			NBCN Inc. ITF Scott Rozansky	1 Place Ville Marie	Suite 1670	Montréal	QC	H3B 2B6	Canada	5143070483		2017-09-25	5,000	CMS (Common shares)	11,250	Regulation 45-106 2.3 [Accredited investor]		d					N	N		
												2017-09-25	100,000	CMS (Common shares)	225,000								N	N		
												2017-09-25	28,300	CMS (Common shares)	63,675								N	N		
												2017-09-25	20,000	CMS (Common shares)	45,000								N	N		
												2017-09-25	259,547	CMS (Common shares)	583,980.75								N	N		
												2017-09-25	20,000	CMS (Common shares)	45,000								N	N		
			Matte Black Investors LLC	150 5th Avenue	4th Floor	New York	NY	10011	United States	9172612065		2017-09-25	888,888	CMS (Common shares)	1,999,998	Regulation 45-106 2.3 [Accredited investor]		t					N	N		





# Form 45-106F1 Report of Exempt Distribution (Non-investment fund issuer)

5-001

IT IS AN OFFENCE TO MAKE A MISREPRESENTATION IN THIS REPORT

## ITEM 1 – REPORT TYPE

New report

Amended report If amended, provide Submission ID of report that is being amended:  (Example: EDR1234567890-123)

## ITEM 2 – PARTY CERTIFYING THE REPORT

Indicate the party certifying the report (select only one). For guidance regarding whether an issuer is an investment fund, refer to section 1.1 of National Instrument 81-106 Investment Fund Continuous Disclosure and the companion policy to NI 81-106.

Issuer (Other than an investment fund)

Underwriter

## ITEM 3 – ISSUER NAME AND OTHER IDENTIFIERS

Provide the following information about the issuer, or if the issuer is an investment fund, about the fund.

Full legal name

Previous full legal name If the issuer's name changed in the last 12 months, provide most recent previous legal name.

Website (if applicable)

If the issuer has a legal entity identifier, provide below. Refer to Part B of the Instructions for the definition of "legal entity identifier".

Legal entity identifier

## ITEM 4 – UNDERWRITER INFORMATION

If an underwriter is completing the report, provide the underwriter's full legal name and firm National Registration Database (NRD) number.

Full legal name

Does the Underwriter's Firm have an NRD Number?

No  Yes

Firm NRD number

If the underwriter does not have a firm NRD number, provide the head office contact information of the underwriter.

Street address

Municipality

Province/State

Postal/ZIP code

Country

Telephone number

Website (if applicable)

**ITEM 5 – ISSUER INFORMATION**

J-002

**a) Primary industry**

Provide the issuer's North American Industry Classification Standard (NAICS) code (6 digits only) that corresponds to the issuer's primary business activity. For more information on finding the NAICS industry code go to [Statistics Canada's NAICS industry search tool](#).

NAICS industry code

551113

If the issuer is in the **mining industry**, indicate the stage of operations. This does not apply to issuers that provide services to issuers operating in the mining industry. Select the category that best describes the issuer's stage of operations.

Exploration  Development  Production

Is the issuer's primary business to invest all or substantially all of its assets in any of the following? If yes, select all that apply.

Mortgages  Real estate  Commercial/business debt  Consumer debt  Private companies  N/A

**b) Number of employees**

0 - 49  50 - 99  100 - 499  500 or more

**c) SEDAR profile number**

Does the issuer have a [SEDAR](#) profile?

If yes, provide SEDAR profile number:

No  Yes

00035844

**d) Head office address**

If the issuer does not have a SEDAR profile, complete Item 5(d) – (h).

Street address

Municipality

Province/State

Postal/ZIP code

Country

Telephone number

**e) Date of formation and financial year-end**

Date of formation

Financial year-end

**f) Reporting issuer status**

Is the issuer a reporting issuer in any jurisdiction of Canada?

No  Yes

If yes, select the jurisdictions of Canada in which the issuer is a reporting issuer.

All  AB  BC  MB  NB  NL  NT

NS  NU  ON  PE  QC  SK  YT

**g) Public listing status**

Does the issuer have a CUSIP number?

CUSIP number (provide first 6 digits only)

No  Yes

If the issuer is publicly listed, provide the names of all exchanges on which its securities are listed. Include only the names of exchanges for which the issuer has applied for and received a listing, which excludes, for example, automated trading systems.

Exchange names:

Not Applicable  Toronto Stock Exchange  TSX Venture Exchange  Canadian Securities Exchange

Aequitas Neo Exchange  Australian Securities Exchange  Deutsche Boerse  Euronext

London Stock Exchange  Nasdaq  New York Stock Exchange  Shanghai Stock Exchange

Shenzhen Stock Exchange  Stock Exchange Of Hong Kong  Tokyo Stock Exchange  OTHER

If other, describe:

**h) Size of issuer's assets**

Select the size of the issuer's assets for its most recent financial year-end (Canadian \$). If the issuer has not existed for a full financial year, provide the size of the issuer's assets at the distribution end date.

\$0 to under \$5M  \$5M to under \$25M  \$25M to under \$100M

\$100M to under \$500M  \$500M to under \$1B  \$1B or over

**ITEM 7 – INFORMATION ABOUT THE DISTRIBUTION**

5-003

If an issuer located outside of Canada completes a distribution in a jurisdiction of Canada, include in Item 7 and Schedule 1 information about purchasers resident in that jurisdiction of Canada only. Do not include in Item 7 securities issued as payment of commissions or finder's fees, which should be disclosed in Item 8. The information provided in Item 7 must reconcile with the information provided in Schedule 1 of the report.

**a) Currency**

Select the currency or currencies in which the distribution was made. All dollar amounts provided in the report must be in Canadian dollars.

Canadian dollar  US dollar  Euro  Other (describe):

**b) Distribution date(s)**

State the distribution start and end dates. If the report is being filed for securities distributed on only one distribution date, provide the distribution date as both the start and end dates. If the report is being filed for securities distributed on a continuous basis, include the start and end dates for the distribution period covered by the report.

Start Date  End Date

**c) Detailed purchaser information**

Complete [Schedule 1](#) of this form for each purchaser and attach the schedule to the completed report.

*Amended 45-106 Schedule 1.xlsx - 47 KB*

**d) Types of securities distributed**

Provide the following information for all distributions that take place in a jurisdiction of Canada on a per security basis. Refer to Part A of the Instructions for how to indicate the security code. If providing the CUSIP number, indicate the full 9-digit CUSIP number assigned to the security being distributed.

Security code	CUSIP number	Number of securities	Canadian \$		
			Single or lowest price	Highest price	Total amount
CMS		6,671,112.0000	2.2500		15,010,001.2500
Description of security: <input type="text"/>					

**e) Details of rights and convertible/exchangeable securities**

If any rights (e.g. warrants, options) were distributed, provide the exercise price and expiry date for each right. If any convertible/exchangeable securities were distributed, provide the conversion ratio and describe any other terms for each convertible/exchangeable security.

Not Applicable

Security code	Underlying security code	Exercise price (Canadian \$)		Expiry date (YYYY-MM-DD)	Conversion ratio
		Lowest	Highest		
Describe other terms: (if applicable) <input type="text"/>					

**f) Summary of the distribution by jurisdiction and exemption**

State the total dollar amount of securities distributed and the number of purchasers for each jurisdiction of Canada and foreign jurisdiction where a purchaser resides and for each exemption relied on in Canada for that distribution. However, if an issuer located outside of Canada completes a distribution in a jurisdiction of Canada, include distributions to purchasers resident in that jurisdiction of Canada only. This table requires a separate line item for (i) each jurisdiction where a purchaser resides (ii) each exemption relied on in the jurisdiction where a purchaser resides, if a purchaser resides in a jurisdiction of Canada, and (iii) each exemption relied on in Canada, if a purchaser resides in a foreign jurisdiction. For jurisdictions within of Canada, state the province or territory, otherwise state country.

Province or country	Exemption relied on	Number of purchasers	Total amount (Canadian \$)
Ontario	NI 45-106 2.3 [Accredited investor]	7	797,397.0000
Quebec	NI 45-106 2.3 [Accredited investor]	1	11,250.0000
British Columbia	NI 45-106 2.3 [Accredited investor]	1	49,999.5000
Singapore	NI 45-106 2.3 [Accredited investor]	1	225,000.0000
Kenya	NI 45-106 2.3 [Accredited investor]	1	552,471.7500
United States	NI 45-106 2.5 [Family, friends and business associates]	2	465,997.5000
United States	NI 45-106 2.3 [Accredited investor]	18	12,786,086.2500
Colombia	NI 45-106 2.3 [Accredited investor]	1	121,799.2500

Colombia	14,151,000.2500 [Allocated investor]		14,151,000.2500
<b>Total dollar amount of securities distributed</b>			15,010,001.2500
<b>Total number of unique purchasers<sup>2</sup></b>			32
			<b>5-004</b>

<sup>2</sup> In calculating the total number of unique purchasers to which the issuer distributed securities, count each purchaser only once, regardless of whether the issuer distributed multiple types of securities to, and relied on multiple exemptions for, that purchaser.

## ITEM 7 – INFORMATION ABOUT THE DISTRIBUTION

**h) Offering materials - This section applies only in Saskatchewan, Ontario, Québec, New Brunswick and Nova Scotia.**

*If a distribution has occurred in Saskatchewan, Ontario, Québec, New Brunswick or Nova Scotia, complete the table below by listing the offering materials that are required under the prospectus exemption relied on to be filed with or delivered to the securities regulatory authority or regulator in those jurisdictions.*

*In Ontario, if the offering materials listed in the table are required to be filed with or delivered to the Ontario Securities Commission (OSC), attach an electronic version of the offering materials that have not been previously filed with or delivered to the OSC.*

**Not Applicable**

Description	Date of document or other material	Previously filed with or delivered to regulator?	Previously filed Submission ID	Filename
1.		<input type="checkbox"/> Y <input type="checkbox"/> N		

# ITEM 8 – COMPENSATION INFORMATION

3-000

Provide information for each person (as defined in NI 45-106) to whom the issuer directly provides, or will provide, any compensation in connection with the distribution. **Complete additional copies of this page if more than one person was, or will be, compensated.**

Indicate whether any compensation was paid, or will be paid, in connection with the distribution.

No  Yes

## PERSON 1

### a) Name of person compensated and registration status

Indicate whether the person compensated is a registrant.

No  Yes

If the person compensated is an individual, provide the full legal name of the individual.

Family name

First given name

Secondary given names




If the person compensated is not an individual, provide the following information.

Full legal name of non-individual

Firm NRD number (if applicable)



Indicate whether the person compensated facilitated the distribution through a funding portal or an internet-based portal.

No  Yes

### b) Business contact information

If a firm NRD number is not provided in Item 8(a), provide the business contact information of the person being compensated.

Street address

Municipality

Province/State

Postal/ZIP code





Country

Telephone number

Email address




### c) Relationship to issuer or investment fund manager

Indicate the person's relationship with the issuer or investment fund manager (select all that apply). Refer to the meaning of "connected" in Part B(2) of the Instructions and the meaning of "control" in section 1.4 of NI 45-106 for the purposes of completing this section.

Connected with the issuer or investment fund manager

Employee of the issuer or investment fund manager

Insider of the issuer (other than an investment fund)

None of the above

Director or officer of the investment fund or investment fund manager

### d) Compensation details

Provide details of all compensation paid, or to be paid, to the person identified in Item 8(a) in connection with the distribution. Provide all amounts in Canadian dollars. Include cash commissions, securities-based compensation, gifts, discounts or other compensation. Do not report payments for services incidental to the distribution, such as clerical, printing, legal or accounting services. An issuer is not required to ask for details about, or report on, internal allocation arrangements with the directors, officers or employees of a non-individual compensated by the issuer.

<input type="checkbox"/> Cash commissions paid	<input type="text"/>				
<input type="checkbox"/> Value of all securities distributed as compensation <sup>4</sup>	<input type="text"/>	Security code1	<input type="text"/>	Security code2	<input type="text"/>
		Security code3	<input type="text"/>	Describe terms of warrants, options or other rights	
<input type="checkbox"/> Other compensation <sup>5</sup>	<input type="text"/>	Describe			
<b>Total compensation Paid</b>	<input type="text"/>	0.0000			

Check box if the person will or may receive any deferred compensation (describe the terms below)

<sup>4</sup> Provide the aggregate value of all securities distributed as compensation, excluding options, warrants or other rights exercisable to acquire additional securities of the issuer. Indicate the security codes for all securities distributed as compensation, including options, warrants or other rights exercisable to acquire additional securities of the issuer.

5-007

<sup>5</sup> Do not include deferred compensation.

**ITEM 9 – DIRECTORS, EXECUTIVE OFFICERS AND PROMOTERS OF THE ISSUER**

3-000

Indicate whether the issuer is any of the following (select all that apply).

- Reporting issuer in any jurisdiction of Canada
- Foreign public issuer
- Wholly owned subsidiary of a reporting issuer in any jurisdiction of Canada<sup>6</sup>

Provide name of reporting issuer

- Wholly owned subsidiary of a foreign public issuer<sup>6</sup>

Provide name of foreign public issuer

- Issuer distributing eligible foreign securities only to permitted clients<sup>7</sup>

**If the issuer is at least one of the above, do not complete Item 9(a) – (c). Proceed to Item 10.**

<sup>6</sup> An issuer is a wholly owned subsidiary of a reporting issuer or a foreign public issuer if all of the issuer's outstanding voting securities, other than securities that are required by law to be owned by its directors, are beneficially owned by the reporting issuer or the foreign public issuer, respectively.

<sup>7</sup> Check this box if it applies to the current distribution even if the issuer made previous distributions of other types of securities to non-permitted clients. Refer to the definitions of "eligible foreign security" and "permitted client" in Part B(1) of the Instructions.

- If the issuer is none of the above, check this box and complete Item 9(a) – (c).

**a) Directors, executive officers and promoters of the issuer**

Provide the following information for each director, executive officer and promoter of the issuer. For locations within Canada, state the province or territory, otherwise state the country. For "Relationship to issuer", "D" – Director, "O" – Executive Officer, "P" – Promoter.

Individual?	Organization or company name	Family name First given name Secondary given name	Business location of non-individual or residential jurisdiction of individual	Relationship to issuer (select all that apply)
<input type="checkbox"/> Y <input type="checkbox"/> N	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="checkbox"/> D <input type="checkbox"/> O <input type="checkbox"/> P
	<input type="text"/>	<input type="text"/>		
	<input type="text"/>	<input type="text"/>		

**b) Promoter information**

If the promoter listed above is not an individual, provide the following information for each director and executive officer of the promoter. For locations within Canada, state the province or territory, otherwise state the country. For "Relationship to promoter", "D" – Director, "O" – Executive Officer.

Organization or company name	Family name First given name Secondary given name	Residential jurisdiction of individual	Relationship to promoter (select one or both if applicable)
<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="checkbox"/> D <input type="checkbox"/> O
<input type="text"/>	<input type="text"/>		
<input type="text"/>	<input type="text"/>		

**c) Residential address of each individual**

Complete [Schedule 2](#) of this form providing the full residential address for each individual listed in Item 9(a) and (b) and attach to the completed report. Schedule 2 also requires information to be provided about control persons.



## ITEM 10 – CERTIFICATION

Provide the following certification and business contact information of an officer or director of the issuer or underwriter. If the issuer or underwriter is not a company, an individual who performs functions similar to that of a director or officer may certify the report. For example, if the issuer is a trust, the report may be certified by the issuer's trustee. If the issuer is an investment fund, a director or officer of the investment fund manager (or, if the investment fund manager is not a company, an individual who performs similar functions) may certify the report if the director or officer has been authorized to do so by the investment fund.

The certification may not be delegated to an agent or other individual preparing the report on behalf of the issuer or underwriter. If the individual completing and filing the report is different from the individual certifying the report, provide their name and contact details in Item 11.

The signature on the report must be in typed form rather than handwritten form. The report may include an electronic signature provided the name of the signatory is also in typed form.

### IT IS AN OFFENCE TO MAKE A MISREPRESENTATION IN THIS REPORT

By completing the information below, I certify to the securities regulatory authority or regulator that:

- I have read and understand this report; and
- all of the information provided in this report is true.

Full legal name - Family name	First given name	Secondary given names	Title
Gorenstein	Michael		CEO
Name of issuer/underwriter	Telephone number	Email address	
Cronos Group Inc.	416-504-0004	mike@TheCronosGroup.com	
Signature	Date		
Michael Gorenstein	2017-10-04		

## ITEM 11 – CONTACT PERSON

Provide the following business contact information for the individual that the securities regulatory authority or regulator may contact with any questions regarding the contents of this report, if different than the individual certifying the report in Item 10.

Same as individual certifying the report

Full legal name - Family name	First given name	Secondary given names	Title
Ainsley	Cindy		Paralegal
Name of company	Telephone number	Email address	
Dentons Canada LLP	514-878-8898	cindy.ainsley@dentons.com	

## Notice – Collection and use of personal information

The personal information required under this form is collected on behalf of and used by the securities regulatory authority or regulator under the authority granted in securities legislation for the purposes of the administration and enforcement of the securities legislation.

If you have any questions about the collection and use of this information, contact the securities regulatory authority or regulator in the local jurisdiction(s) where the report is filed, at the address(es) listed at the end of this form.

The attached Schedules 1 and 2 may contain personal information of individuals and details of the distribution(s). The information in Schedules 1 and 2 will not be placed on the public file of any securities regulatory authority or regulator. However, freedom of information legislation may require the securities regulatory authority or regulator to make this information available if requested.

By signing this report, the issuer/underwriter confirms that each individual listed in Schedule 1 or 2 of the report who is resident in a jurisdiction of Canada:

- a) has been notified by the issuer/underwriter of the delivery to the securities regulatory authority or regulator of the information pertaining to the individual as set out in Schedule 1 or 2, that this information is being collected by the securities regulatory authority or regulator under the authority granted in securities legislation, that this information is being collected for the purposes of the administration and enforcement of the securities legislation of the local jurisdiction, and of the title, business address and business telephone number of the public official in the local jurisdiction, as set out in this form, who can answer questions about the securities regulatory authority's or regulator's indirect collection of the information, and
- b) has authorized the indirect collection of the information by the securities regulatory authority or regulator.

EDR1507043458-319

Submission ID

2017-10-11 15:51:07.006

Date

SCHEDULE 1 TO FORM 45-106F1 (CONFIDENTIAL PURCHASER INFORMATION)																												
The information in this schedule will not be placed on the public file of any securities regulatory authority or regulator. However, freedom of information legislation may require the securities regulatory authority or regulator to make this information available if requested.																												
Do not alter the order of columns or the column titles. If you add totals to assist you in completing this form, please remove them before filing. See instructions tab for more details.																												
Name of issuer		Certification date of the report (YYYY-MM-DD)		Legal name of purchaser		Contact information of purchaser						Details of securities purchased				Details of exemption relied on		If relying on section 2.3 of Regulation 45-106		If relying on section 2.5 of Regulation 45-106			If relying on subsection 2.9(2) or 2.9(2.1) of Regulation 45-106 and purchaser is an eligible investor			Other information		
Family name	First given name	Secondary given names	Full name of non-individual	Street address line 1	Street address line 2	Municipality (town or city)	Provincial State	Postal code/Zip code (A1A1A1 or 12345)	Country	Telephone number (9999999999)	Email address	Date of distribution (YYYY-MM-DD)	Number of securities	Security code	Amount paid (Canadian \$)	Regulation, section and subsection number	If "Other", specify exemption relied on (provide number of local rule, order or blanket order)	Paragraph number in the definition of <b>accredited investor</b> that applies to the purchaser (select only one)	Paragraph number in subsection 2.5(1) that applies to the purchaser (select only one)	Name of individual at issuer claiming a relationship to the purchaser	Position at issuer (D/C/O/F) of individual claiming a relationship to the purchaser	Paragraph number in the definition of <b>eligible investor</b> that applies to the purchaser (select only one)	Is the purchaser a registrant?	Is the purchaser an insider of the issuer?	Full legal name of person compensated for distribution to this purchaser			
s.21 Personal privacy																												
												2017-09-25	17,567	CMS (Common shares)	39,525								N	Y				
												2017-09-25	6,666	CMS (Common shares)	14,998.5								N	N				
												2017-09-25	22,222	CMS (Common shares)	49,999.5								N	N				
												2017-09-25	13,500	CMS (Common shares)	30,375								N	N				
												2017-09-25	15,555	CMS (Common shares)	34,998.75								N	N				
			Sinom Investments LLC	150 East 58th Street	34th Floor	New York	NY	10155	United States			2017-09-25	130,200	CMS (Common shares)	292,850	Regulation 45-106 2.3 [Accredited investor]		s					N	N				
			JSW Management LLC	150 East 58th Street	34th Floor	New York	NY	10155	United States			2017-09-25	32,440	CMS (Common shares)	72,990	Regulation 45-106 2.3 [Accredited investor]		s					N	N				
s.21 Personal privacy																												
												2017-09-25	245,543	CMS (Common shares)	552,471.75								N	N				
			DMPC Income Trust	490 Russell Hill Road		Toronto	ON	M5P 2S7	Canada	4166487733		2017-09-25	100,000	CMS (Common shares)	225,000	Regulation 45-106 2.3 [Accredited investor]		w					N	N				
			Emarma Corporation	162 Cumberland Street	Suite 300	Toronto	ON	M5R 3N5	Canada	4169661100		2017-09-25	50,000	CMS (Common shares)	112,500	Regulation 45-106 2.3 [Accredited investor]		m					N	N				
s.21 Personal privacy																												
												2017-09-25	22,222	CMS (Common shares)	49,999.5								N	N				
												2017-09-25	44,444	CMS (Common shares)	99,999								N	N				
			JW Partners LP	515 Madison Ave.	14th Floor	New York	NY	10022	United States	2124465362		2017-09-25	444,444	CMS (Common shares)	999,999	Regulation 45-106 2.3 [Accredited investor]		s					N	N				
			12th Street GP	166 Duane Street	#2B	New York	NY	10013	United States	9176972495		2017-09-25	184,222	CMS (Common shares)	436,999.5	Regulation 45-106 2.5 [Family, friends and business associates]			h	Eric Frank	Director (D)		N	N				
			Joseph D. Samberg Revocable Trust	1091 Boston Post Road		Rye	NY	10580	United States	9144017059		2017-09-25	2,666,666	CMS (Common shares)	5,999,998.5	Regulation 45-106 2.3 [Accredited investor]		m					N	N				
s.21 Personal privacy																												
												2017-09-25	4,444	CMS (Common shares)	9,999								N	N				
			Nomi P. Ghaz Revocable Trust	860 Fifth Avenue		New York	NY	10065	United States	2128791956		2017-09-25	133,333	CMS (Common shares)	299,999.25	Regulation 45-106 2.3 [Accredited investor]		w					N	N				
s.21 Personal privacy																												
												2017-09-25	54,133	CMS (Common shares)	121,799.25								N	N				
												2017-09-25	106,666	CMS (Common shares)	239,998.5								N	N				
												2017-09-25	250,000	CMS (Common shares)	562,500								N	N				
												2017-09-25	12,888	CMS (Common shares)	28,998								N	N				
			South Star Capital Partners, LLC	395 Hudson Street	Suite 701	New York	NY	10014	United States	2123805186		2017-09-25	750,000	CMS (Common shares)	1,687,500	Regulation 45-106 2.3 [Accredited investor]		m					N	N				
			3615 West Gulf Drive Acquisition, LLC	873 President Street		Brooklyn	NY	11215	United States	6462203620		2017-09-25	22,222	CMS (Common shares)	49,999.5	Regulation 45-106 2.3 [Accredited investor]		t					N	N				
			NBCN Inc. ITF Scott Rozansky	1 Place Ville Marie	Suite 1670	Montréal	QC	H3B 2Y8	Canada	5143070483		2017-09-25	5,000	CMS (Common shares)	11,250	Regulation 45-106 2.3 [Accredited investor]		d					N	N				
s.21 Personal privacy																												
												2017-09-25	100,000	CMS (Common shares)	225,000								N	N				
												2017-09-25	28,300	CMS (Common shares)	63,675								N	N				
												2017-09-25	20,000	CMS (Common shares)	45,000								N	N				
												2017-09-25	259,547	CMS (Common shares)	583,980.75								N	N				
												2017-09-25	20,000	CMS (Common shares)	45,000								N	N				
			Matte Black Investors LLC	150 5th Avenue	4th Floor	New York	NY	10011	United States	9172612065		2017-09-25	888,888	CMS (Common shares)	1,999,998	Regulation 45-106 2.3 [Accredited investor]		t					N	N				

