



05 April 2022

EDCDM Technology Licence Agreement Update

ZELIRA ANNOUNCES UPDATE ON EDCDM TECHNOLOGY LICENCE AGREEMENT

Zelira Therapeutics Ltd (ASX:ZLD, OTCQB:ZLDAF), a global leader in the research and development of clinically validated cannabinoid medicines, provides an update to the enhanced distillate capture and dissolution matrix (EDCDM) Technology licence agreement with DRCN Holdings LLC (DRCN) (Agreement), announced on 3 November 2021.

On 10 January 2022, Zelira announced it had received US\$250,000 of the US\$1,000,000 upfront, non-refundable, non-contingent licensing fee from DRCN. Zelira had been advised the balance of the US\$750,000 would be paid in Q3 FY2022. To date this fee has not been received, despite repeated assurances, both written and verbal, from DRCN and their legal counsel.

While Zelira remains in ongoing discussions with DRCN regarding settlement of the outstanding balance, all legal options with respect to the Agreement are being considered by Zelira, including termination. Should the Agreement be terminated and not proceed, the US\$250,000 partial fee received from DRCN will not be refunded.

Zelira successfully demonstrated enhanced dissolution of cannabinoids using its EDCDM technology and signed a foundation licensing deal for this proprietary technology. Zelira confirms it has not, and will not, provide DRCN with access to its EDCDM technology until the US\$750,000 balance is received.

This announcement has been approved and authorised for release by the board of Zelira Therapeutics Limited.



For further information
please contact

Company

Dr Oludare Odumosu
Managing Director & CEO
☎ +1 909 855 0675
✉ oodumosu@zeliratx.com

Investors

Ronn Bechler
Executive Chairman, Market Eye
☎ +61 400 009 774
✉ ronn.bechler@marketeye.com.au

About Zelira Therapeutics

Australia

Level 3, 101 St Georges Terrace
Perth WA 6000, AUSTRALIA
☎ +61 8 6558 0886
Fax: +61 8 6316 3337
✉ enquiries@zeliratx.com
www.zeliratx.com
ACN 103 782 378

USA

5110 Campus Drive, Suite 150
Plymouth Meeting, PA 19462
United States Of America
☎ +1 484-630-0650

About Zelira www.zeliratx.com



Zelira Therapeutics Ltd (ASX:ZLD, OTCQB:ZLDAF) is a leading global biopharmaceutical company manufacturing and marketing cannabinoid-based medicines. Zelira owns a portfolio of proprietary revenue generating products and a pipeline of candidates undergoing clinical development that are positioned to access the world's largest and fastest growing markets. The Company is focused on developing and clinically validating branded cannabinoid-based medicines for the treatment of a variety of medical conditions in its Rx business, including insomnia, autism and chronic non-cancer pain.



The Company has two proprietary formulations under the HOPE® brand that are generating revenues in Australia, Pennsylvania, Louisiana and Washington D.C. with other states in the US expected to follow. Zelira is also generating revenue in Australia from its proprietary and patented Zenivol® - a leading cannabinoid-based medicine for treatment of chronic insomnia. Zenivol® has successfully completed the first Phase 1b/2a clinical trial for chronic insomnia where it was found to be a safe and effective treatment. This clinical trial is published in the prestigious journal 'Sleep'. In 2020, Zelira partnered with SprinJene® Natural to develop and commercialise natural and organic oral care products under the SprinjeneCBD brand, as part of Zelira's OTC business. The SprinjeneCBD toothpaste product is the first of several scientifically formulated, hemp-derived, oral care products containing cannabinoids and based on the proprietary and patented technology of Blackseed oil and Zinc.

The Company conducts its work in partnership with world-leading researchers and organizations which since inception includes Curtin University in Perth, Western Australia; the Telethon Kids Institute in Perth; the University of Western Australia, in Perth; St. Vincent's Hospital in Melbourne, Australia; and the Children's Hospital of Philadelphia (CHOP) in the United States.