





Manufacturing Update Medical Cannabidiol Advisory Board May 4, 2018

Building Progress

- Phase I
 - ✓ Office
 - Cultivation Area
- Phase II
 - Vegetative Rooms

 - Pre-Extraction
- Phase III

 - Post-Extraction
 - Formulation and Quality Control



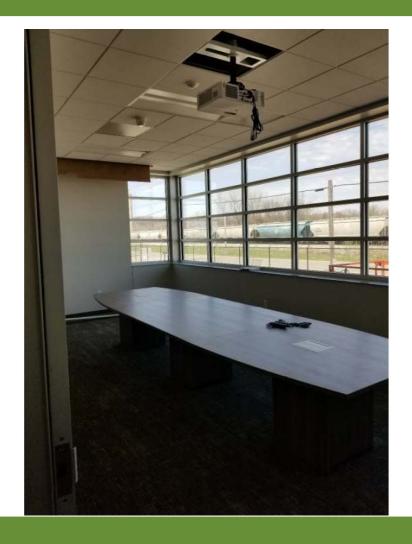
Formulations & Dosing

- Tinctures
 - Working with advocacy groups to ensure products meet patient needs
- Oral Pills
 - ✓ Incredible patient issues due to 3% THC cap
- Creams
 - Excellent formulation
- Inhaled Formulations
 - ∨ Vaporization denied by the Board of Medicine
 - ✓ Certain patients will be unable to receive treatment under this program
- Suppositories



Manufacturing Facility – Photos





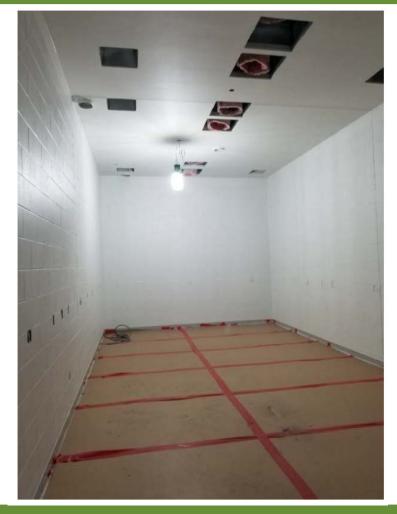


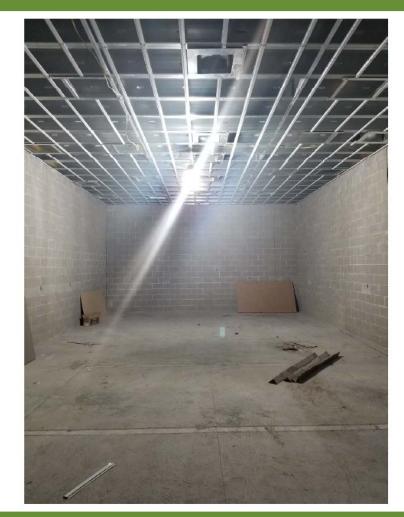
Manufacturing Facility - Photos

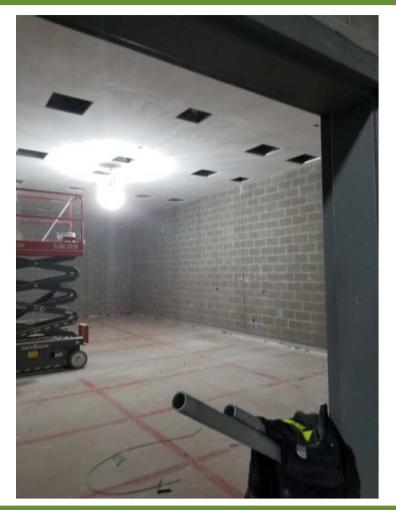




Manufacturing Facility – Photos

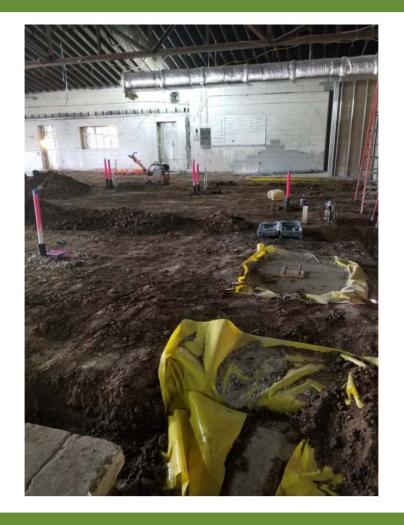








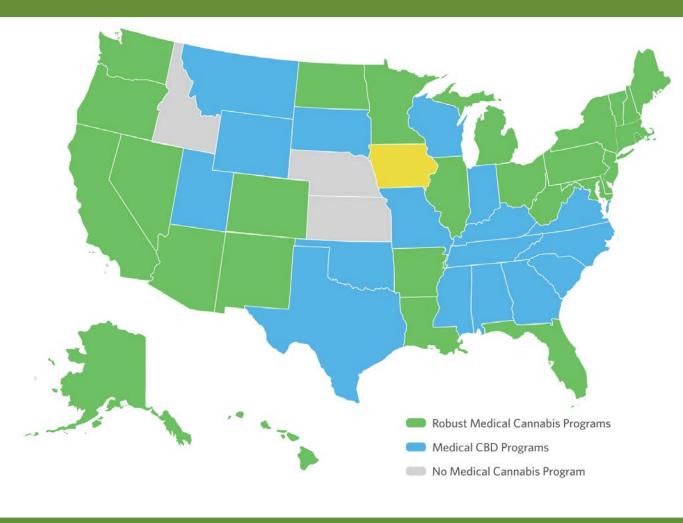
Manufacturing Facility – Photos







- Formulating products with this cap will prevent MedPharm lowa from meeting its obligations under the law.
- ✓ Some forms are impractical with a 3% cap.
- Some dosages will be practically impossible and costprohibitive.



- 30 robust medical cannabis programs characterized by:
 - No cap on THC
 - Multiple eligible conditions
- 16 medical CBD programs characterized by:
 - ▼ THC cap
 - Conditions that can be treated by CBD and do not require THC

- - 200 mg is active ingredient = 66% active
- ✓ If you limited average Advil pill to 3% active, but still need to reach a 200mg dose for pain management...

Composition	Active mg/Pill	Pill Size	Pills Needed for 200mg Dose	
Standard Single Advil®	200mg	300mg	1	
3% Capped Advil [®]	10mg	300mg	20	



Economic Patient Cost of THC Dosing

Example: 150 mg/day

Forms	Needed Doses/Day	Retail Cost/Dose	Patient Cost/Day
3% THC Inhaler	1,000 inhalations	\$0.45	\$450
50% THC Inhaler	60 inhalations	\$0.45	\$27
3% THC Pill	15 pills	\$3.00	\$45
25% THC Pill	2 pills	\$3.00	\$6.00

Retail Costs						
Item	Doses	Cost/Item	Cost/Dose			
Inhaler Cartridge (3%-50% THC)	200	\$90.00	\$0.45			
Bottle of 30 Pills	30	\$90.00	\$3.00			

90 day supply of 3% pills = **1,350 pills**90 day cost = \$4,050



THC range (in liter	Pills/day at top range with 3% THC cap					
Cancer						
Nausea/vomiting						
Appetite	5-1000 mg THC/day	100 pills				
Pain						
MS						
Pain	10 120 mg TUC/day	12 nille				
Spasticity	10-130 mg THC/day	13 pills				
HIV						
Appetite	5-120 mg THC/day	12 nills				
Pain	3-120 mg rnc/day	12 pills				
Chronic Neuropathic Pain						
Pain	5-300 mg THC/day	30 pills				
Crohn's						
Crohn's	15-230 mg THC/day	23 pills				
Epilepsy						
Epilepsy	0-30 mg THC/day ²	3 pills				

- 1. Information compiled from review of more than sixty (60) scientific papers. Citations available upon request.
- 2. Most formulations are CBD only; some pills may be formulated with a 20:1 ratio of CBD to THC.



Conclusion

- Iowa patients won't be served by the 3% THC cap.
- Potential caps on milligrams of THC dispensed would better serve patients and the program.
- ▼ There is still time left to take action today will you?
 - Patients and the industry urge you to take action today to remove the cap or consider a workable milligram cap.