

AUXLY CANNABIS GROUP, INC. SHAREHOLDER CLASS ACTION NOTICE OF CERTIFICATION

Read this notice carefully as it may affect your legal rights

THE CLASS:

This Notice is directed to:

All persons, other than Excluded Persons, who acquired Auxly's securities between November 12, 2018 and February 6, 2019, and held some or all of those securities after February 6, 2019.

Excluded persons are defined as any executive level employee and their family members of Auxly and FSD Pharma, Inc.

Securities purchased prior to November 12, 2018, and after February 6, 2019, are not eligible for this shareholder class action.

SUMMARY OF THE CLAIMS:

The investor's claim alleges that Auxly released its Management's Discussion and Analysis and corresponding financial statement for the Three and Nine Months Ended September 30, 2018 on November 12, 2018, containing misrepresentations about the Company's business and operations with its joint-venture with PSD Pharma, Inc. and the project being completed by the end of December 2018, for Health Canada's inspections. The lawsuit alleges that on February 7, 2019, before the stock markets opened, Auxly released a statement announcing that the relationship with FSD was terminated and, in doing so, identified numerous contractual breaches that had occurred months earlier, and that, in the 10 days following the release of this statement, the price of Auxly's securities dropped from \$0.90 per share to \$0.71 per share.

The claim seeks monetary damages for the Class Members measured as a portion of the drop in value of Auxly's securities on February 7, 2019, and, in the case of the Statutory Cause of Action over the next ten trading days.

If the claim succeeds, Class Members may be eligible to receive compensation from Auxly for damage or

loss which they may have incurred as a result of the alleged misrepresentations.

A copy of the latest version of the Statement of Claim, as well as other legal documents associated with this action, can be found at:

www.morgantico.com/auxly-cannabis-group-inc/

THE CERTIFICATION ORDER:

On January 20, 2023, the Honourable Justice Morgan of the Ontario Superior Court of Justice certified the action: *Relvas v. Auxly Cannabis Group, Inc.*, Court File No.: CV-13-00617136-00CP (the "Class Action") as a class proceeding against Auxly Cannabis Group, Inc. and appointed Daniel Relvas as the representative plaintiff.

The Class Action has been certified on behalf of the Class (described above) composed of "Class Members" other than Excluded Persons.

WHAT DOES CERTIFICATION MEAN:

The Certification Order means that the claims may proceed to pre-trial discovery and may eventually advance to trial as a class action on behalf of all Class Members for damages arising out of alleged misrepresentations.

Certification is a procedural step that defines the form of the litigation and the common issues to be resolved, allowing the litigation to be pursued on behalf of the Class.

The substance of the litigation (i.e. the allegation that the Defendants made misrepresentations in a public disclosure document) has not been adjudicated by the Court. The Defendant denies the allegations made against it.

WHO IS INCLUDED IN THE LAWSUIT:

YOU DO NOT NEED TO DO ANYTHING TO PARTICIPATE IN THE CLASS ACTION

Class Members are automatically included in a class action once certified, and you do not need to do anything at this time if you wish to participate in this Class Action. You are welcome, however, to contact Class Counsel to ask questions without charge.

You will not be required to pay any costs in the event that this Class Action is unsuccessful.

YOU MUST OPT-OUT IF YOU DO NOT WANT TO PARTICIPATE IN THIS CLASS ACTION

Class Members who wish to pursue their own action or who do not want to be bound by the outcome of the Class Action **MUST OPT-OUT of the Class Action.**

All Class Members will be bound by all orders and judgments of the Court and any settlement reached unless they opt-out of the action. If you wish to pursue your own action or do not want to be bound by the outcome of the Class Action, you then must opt-out of this Class Action and act prior to the expiration of the limitation periods.

If you want to opt-out of the Class Action, you must fill out an Opt-Out Form (available at www.morgantico.com) and send it **BEFORE MARCH 31, 2023 AT 5:00 PM (EST)**, by email to info@morgantico.com or by regular mail or courier to at:

Morganti & Co., P.C.
c/o Auxly Cannabis Group Inc. Class Action
330 Bay Street, Suite 1302
Toronto, ON M5H 2S8

Each Class Member who does not opt-out of the Class Action will be bound by the terms of any judgment or settlement, whether favourable or not, and will not be allowed to pursue an independent action.

If the Class Action is successful, you may be entitled to share in the amount of any award or settlement recovered. In order to determine if you are entitled to share in the award or settlement and the amount, if any, of your share, it may be necessary to conduct an individual determination. There may be costs payable

by you if you submit a claim and it is determined that you are not entitled to share in the award or settlement.

If you wish to pursue other claims against the Defendant relating to the matters at issue in the Class Action, you should immediately seek independent legal advice. If you do not exclude yourself from participating in this Class Action, all of your claims relating to the subject matter of this litigation will be determined by the result obtained in the Class Action, whether by settlement or judgment.

Please see the “Additional Information” section for directions to obtain further detail on the scope of the certified Class Action and the claims that will be advanced against the Defendant.

ADDITIONAL INFORMATION:

This Notice was approved by the Ontario Superior Court of Justice. The Court office cannot answer any questions about the matters in this Notice. The order of the Court and other information are available at:

www.morgantico.com/auxly-cannabis-group-inc/

The publication of this notice was authorized by the Ontario Superior Court of Justice. Questions about this Notice should NOT be directed to the Court.