

Walker River Farms - Cannabis Micro Business Development Option.
Acquisition of the property in Figure 1 would be considered if rezoning to Ag was possible. If so, a project, as outlined below, would be initiated.

Development Phases and approximate schedule:

Phase 1 – Construct indoor artificial lighting cultivation facility approximately 56’ x 50’ (2 months) and commence operation for at least one crop cycle (3 months).

Phase 2 – Extension of the Phase 1 building to 100’ (total building size 56’ x 100’ 1 month) and continue operation for at least one additional crop cycle (3 months).

Phase 3 – Construct small retail outlet parallel during second crop cycle (3 mo.)

Phase 4 – Construct hybrid green house (56’ x 100’) capable of year around operation using primarily natural light. (3 mo.)

Phase 5 – Construct shared use, community accessible, Edible & Topical Infusion Development Facility, for Antelope Valley and surrounding areas. The Type N Manufacturing license¹ allows edible and topical related manufacturing (non extraction). The shared use facility would provide interested members in the community a place to prepare their own cannabis related products, economically and without the expense associated with develop of all the manufacturing and logistics infrastructure needed even for small production activities.

Current California cannabis regulations make it very difficult for small time cultivators/manufactures/retail operators to enter this market. A shared use manufacturing facility allows for combined resources, equipment, testing, and software.

(1) http://www.bcc.ca.gov/law_regs/cdph_prop_text_emerg_reg.pdf

“Type N,” for manufacturers that produce edible products or topical products using infusion processes, or other types of cannabis products other than extracts or concentrates, but that do not conduct extractions. A Type N licensee may also package and label cannabis products on the licensed premises.

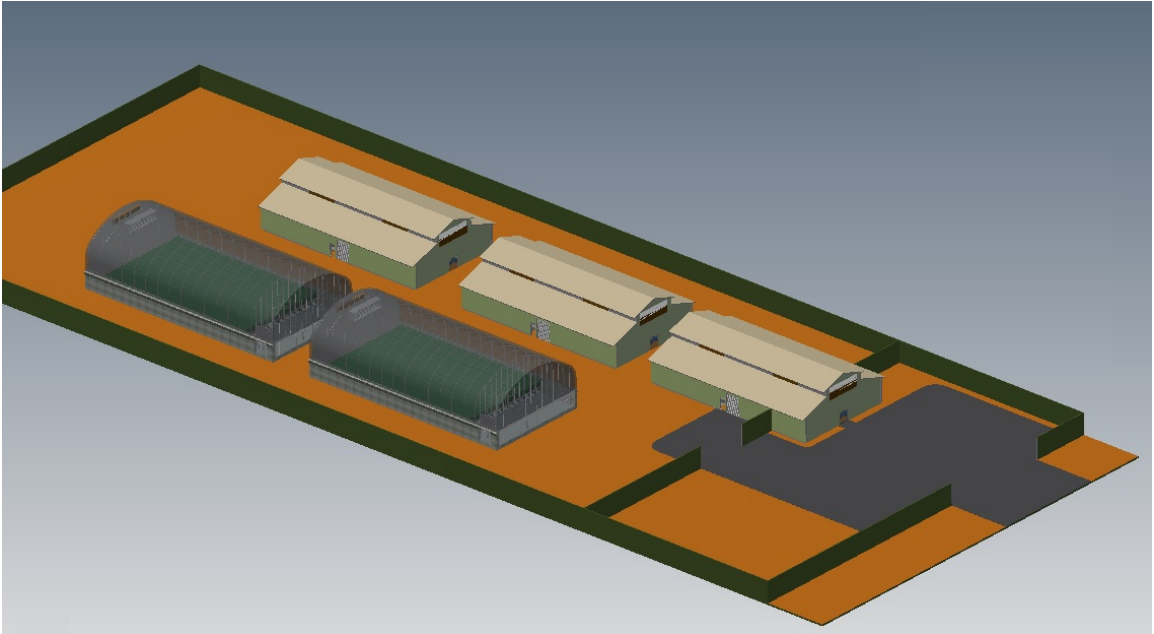


Figure 1 Micro Business Build Out