CRESCOLABS® SLO Cultivation

CULTIVATION & PROCESSING: 3861 FOOTHILL ROAD

CARPINTERIA, CA

APN: 005-310-024 CASE No.: 18CDH-00000-00031

Santa Barbara Board of Supervisors



DISCLAIMER

This presentation contains "forward-looking information" within the meaning of applicable Canadian securities legislation and may also contain statements that may constitute "forward-looking statements" within the meaning of the safe harbor provisions of the United States Private Securities Litigation Reform Act of 1995. Such forward-looking information and forward-looking statements are not representative of historical facts or information or current condition, but instead represent only the Company's beliefs regarding future events, plans or objectives, many of which, by their nature, are inherently uncertain and outside of the Company's control. Generally, such forward-looking information or forward-looking statements can be identified by the use of forward-looking terminology such as, 'may,' 'will,' 'should,' 'could,' 'would,' 'expects,' 'plans,' 'anticipates,' 'believes,' 'estimates,' 'projects,' 'predicts,' 'potential' or 'continue' or the negative of those forms or other comparable terms. The Company's forward-looking statements involve known and unknown risks, uncertainties and other factors which may cause the Company's actual results, performance or achievements to be materially different from any future results, performance or achievements expressed or implied by the forward-looking statements, including but not limited to those risks discussed under "Risk Factors" in the company's CSE Listing Statement filed with SEDAR; and other factors, many of which are beyond the control of the Company. Readers are cautioned that the foregoing list of factors is not exhaustive. Because of these uncertainties, you should not place undue reliance on the Company's forward-looking statements. No assurances are given as to the future trading price or trading volumes of Cresco's shares, nor as to the Company's financial performance in future financial periods. The Company does not intend to update any of these factors or to publicly announce the result of any revisions to any of the Company's forward-looking statement

OUR COMPANY

BUILDING THE MOST IMPORTANT CANNABIS COMPANY IN THE U.S.



2013 Year Founded



2,700 Employees



CRESCOL

10 States



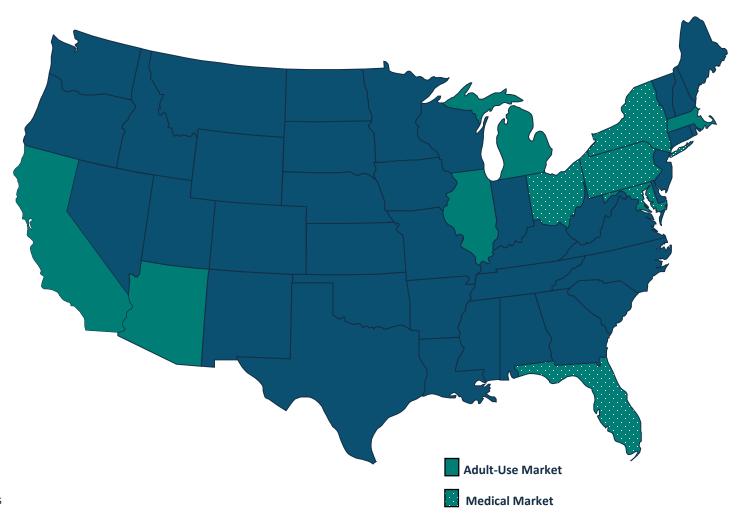
18
Cultivation &
Production Facilities



660KTotal Cultivation Square Footage



32Operating Retail Locations











EXECUTING IN CALIFORNIA

DELIVERY VALUE TO OUR PATIENTS, OUR CUSTOMERS, OUR PARTNERS AND OUR EMPLOYEES



Cristian Gonzalez, City Manager





"Cresco Labs has truly become a part of the community over the years. The company has extremely professional staff who are truly knowledgeable of their field of work and are eager to assist in any way they can. They are always at the forefront when it comes to addressing the needs of the community and are always ready and willing to help with any community issues, events and programs. Cresco Labs has ultimately been a true resource and asset to Mendota."

COMMITMENT TO OUR COMMUNITY & OUR EMPLOYEES



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A city doesn't clean itself

PHOTOS BY ROBIN KARLSSON

Working with the city of Carinteria, the Carpinteria Beautiil organization held a city-wide eanup on Saturday, March 30. olunteers got work-area assigntents, gloves, trash pickers and ags from Carpinteria Beautiful aff who set up in the Amtrak arking lot. The beautiful weathprovided ideal conditions for the city-wide spring cleaning.







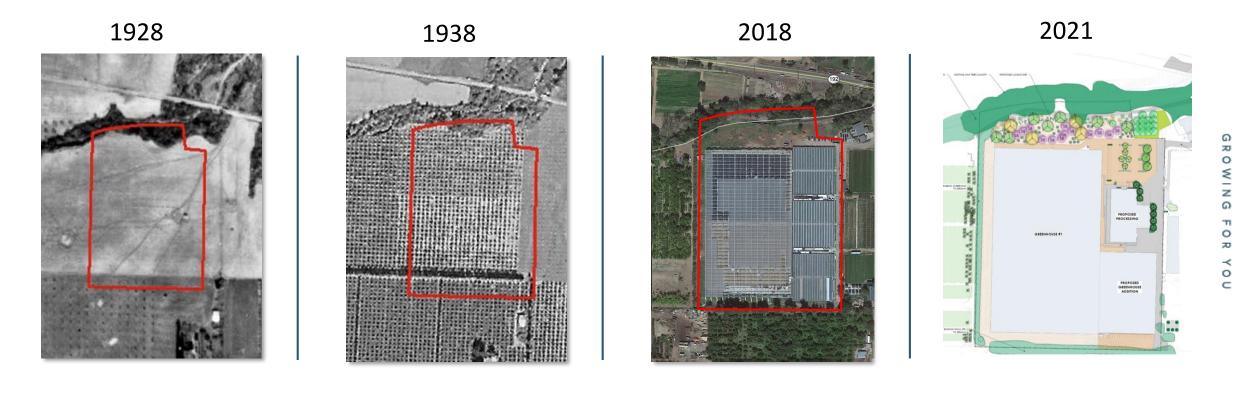


PROJECT TIMELINE & HISTORY

- Cresco has conducted extensive community outreach and has already:
 - Installed significant landscape upgrades along Foothill,
 - Agreed to <u>reroute 90% of traffic to Via Real</u> away from residential areas
 - First in the industry to commit to carbon based greenhouse scrubbers as primary odor control.
- County's P&D staff, all other departments, and SBAR have <u>reviewed and</u> <u>recommended approval</u> of the Project.
 - Unanimous approval from the Planning Commission on September 1st, 2021.

CONTINUING AN AGRICULTURAL LEGACY

PAST, PRESENT AND FUTURE



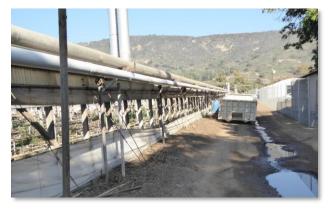
"Santa Barbara County agriculture has an inspiring story of innovation and resiliency. It has allowed them to adapt in the face adversity"

Cathleen Fisher, Santa Barbara County Agricultural Commissioner

SLO CULTIVATION JOINS CRESCO LABS FAMILY

MODERN PURPOSE-BUILT INFRASTRUCTURE

EXISTING



PROPOSED

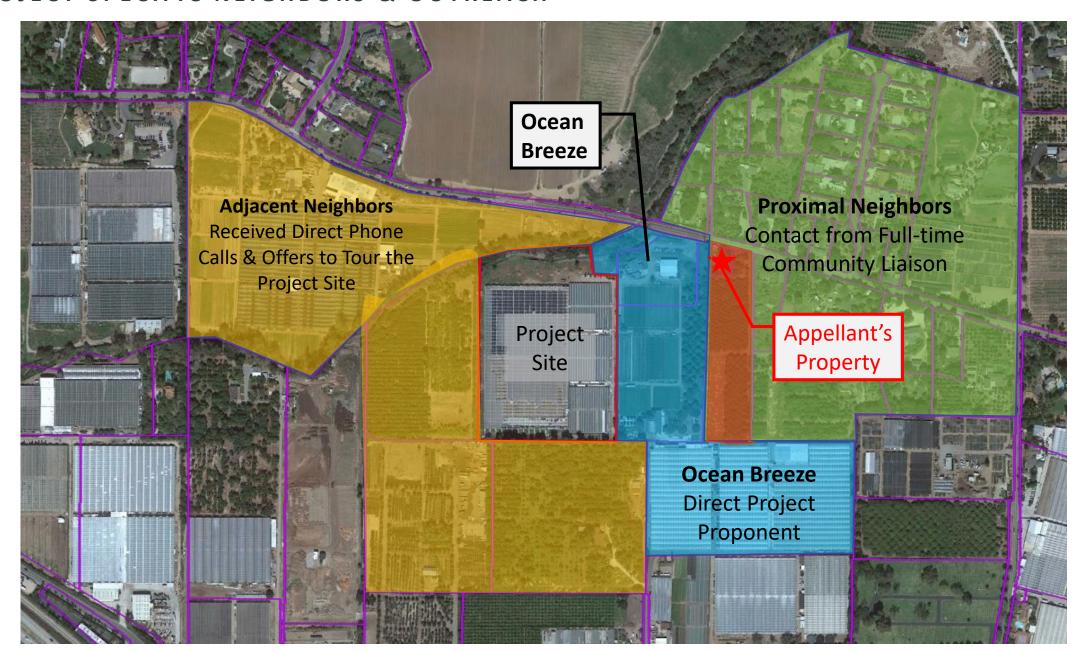


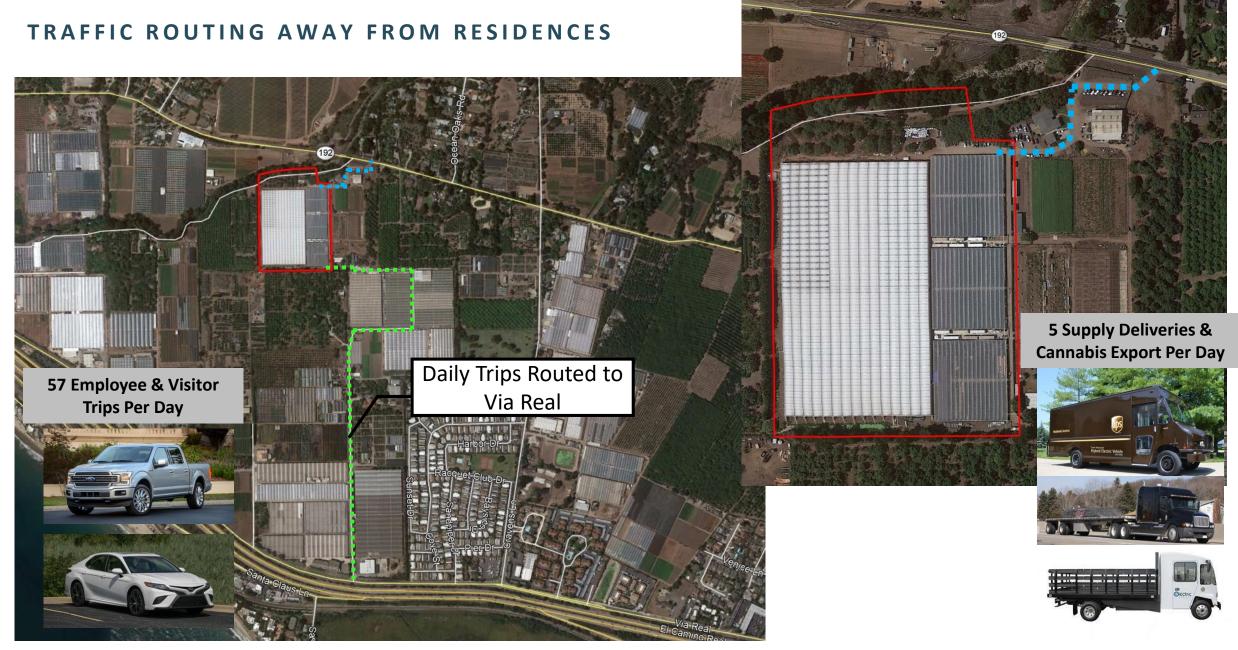
1950s Era Greenhouses to be replaced with modern and efficient nursery





PROJECT SPECIFIC NEIGHBORS & OUTREACH





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ARCHITECTURAL & LAND USE CONTEXT



Residential Architecture in Project Vicinity

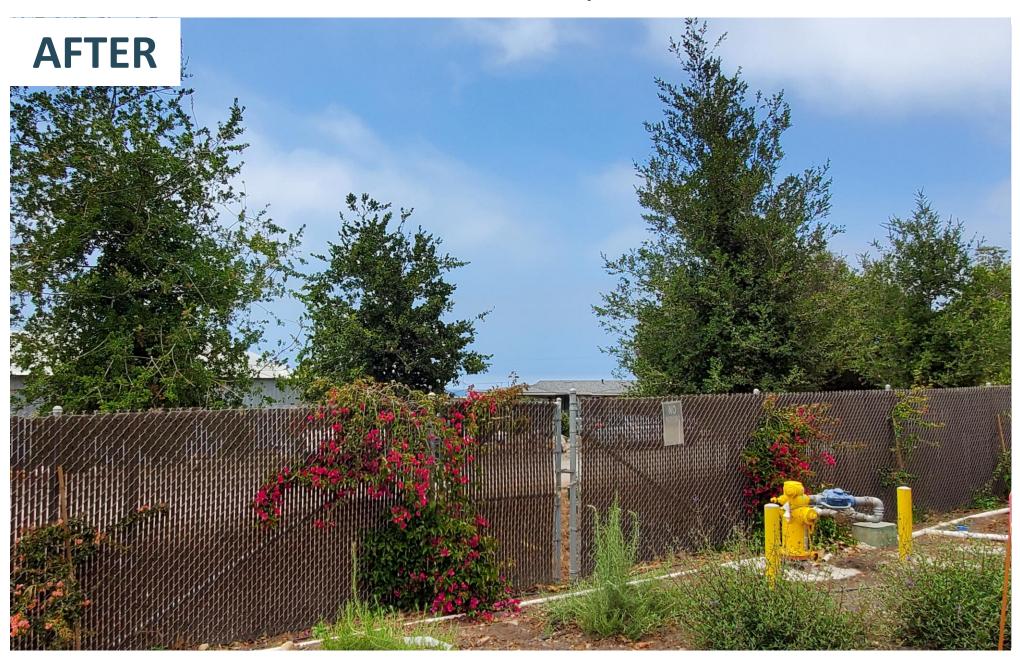












APPEAL ISSUES- ODOR CONTROL

 Appellant: Prohibit the use of vapor phase odor management systems at the Project in order to protect ESH.

Cresco Response:

- The existing vapor-phase system has already been in operation at the Project Site for approximately 2-years with no apparent impact to vegetation or wildlife.
- SCS already conducted testing to ensure the vapor-phase is not releasing significant amounts of VOCs or other compounds.
- OMI, maker of Ecosorb, has submitted multiple health and safety reports and allowed SBAPCD to confirm that their formula contains no toxic substances.
- The applicant has already agreed to stop using vapor-phase within 12 months of initial facility operation, sooner if RCSS scrubbers are available and effective.

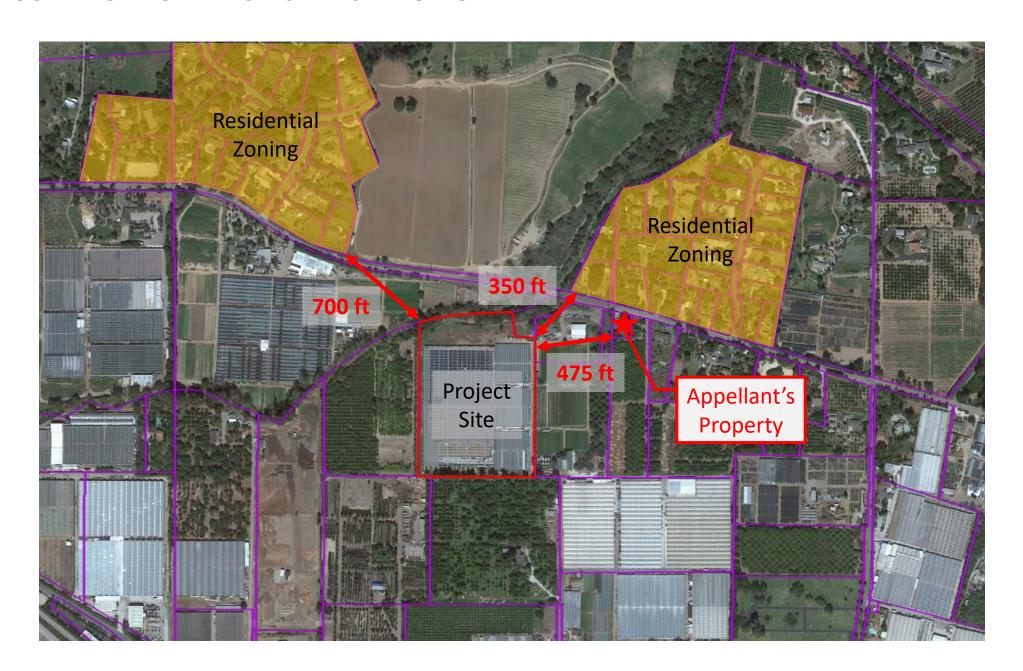
APPEAL ISSUES- ODOR CONTROL

 Appellant: Implement a [conventional, bulk] carbon filtration system, such as proposed by Dr. Paul Rosenfeld (appellant's odor specialist).

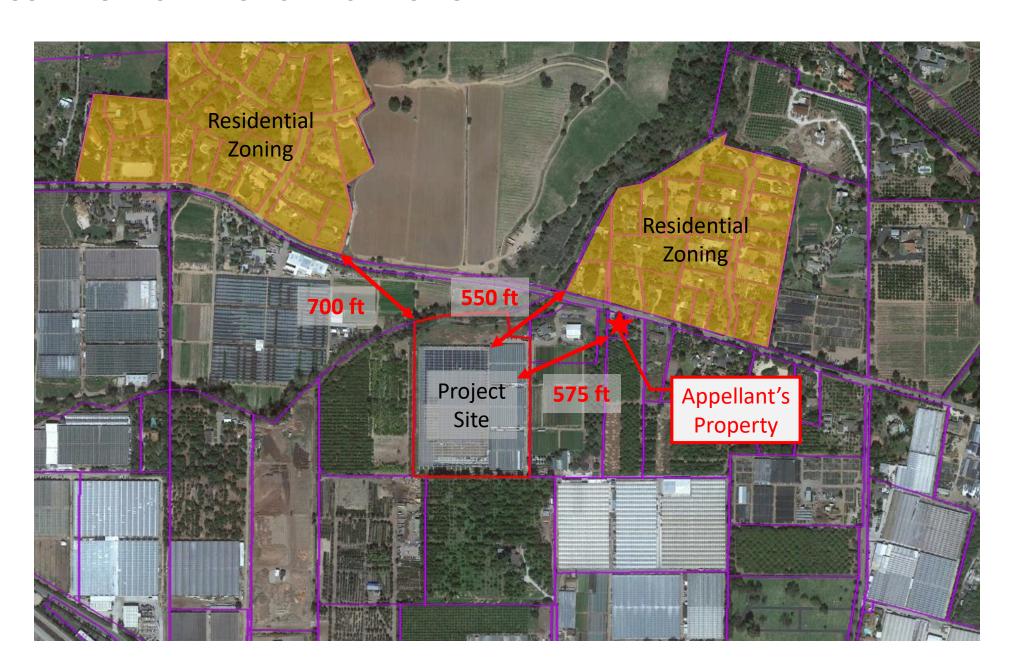
Cresco Response:

- We have already committed to the use of state-of-art RCSS carbon scrubbers.
- Use of the next generation RCSS carbon technology would require a fraction of the energy and prevent the trucking an exchange of approximately 90,000 pounds of carbon each year.

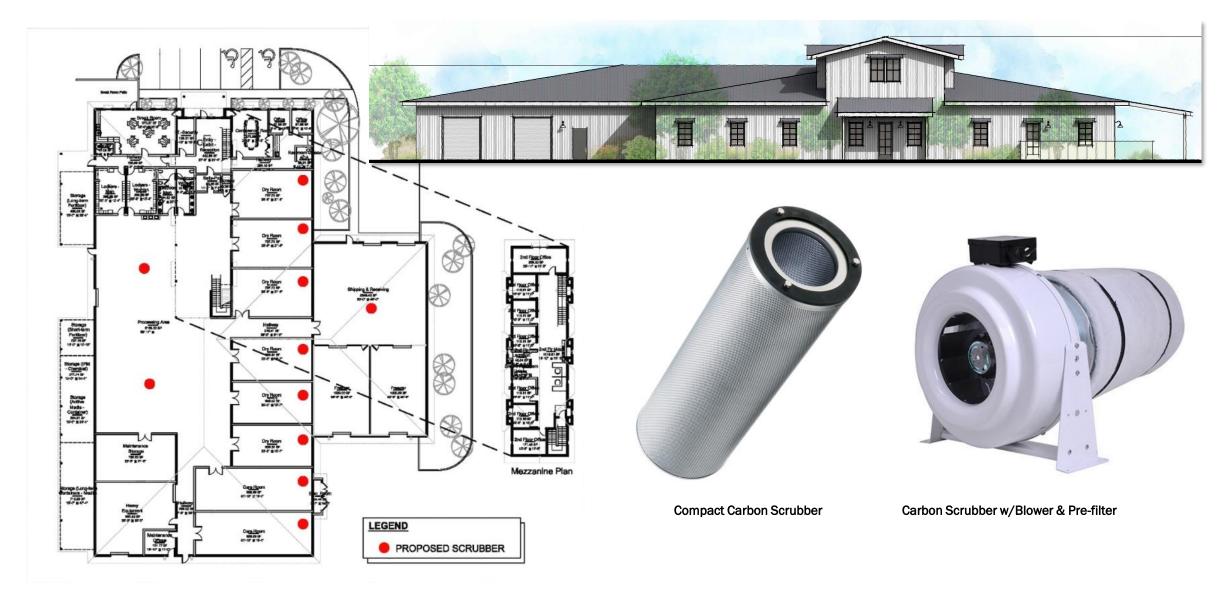
ODOR CONTROL- CAREFUL SITE SELECTION



ODOR CONTROL- CAREFUL SITE SELECTION



PROCESSING BUILDING ODOR CONTROL SYSTEM



CULTIVATION ODOR CONTROL SYSTEM

1.6.5 Emerging Odor Control Technologies

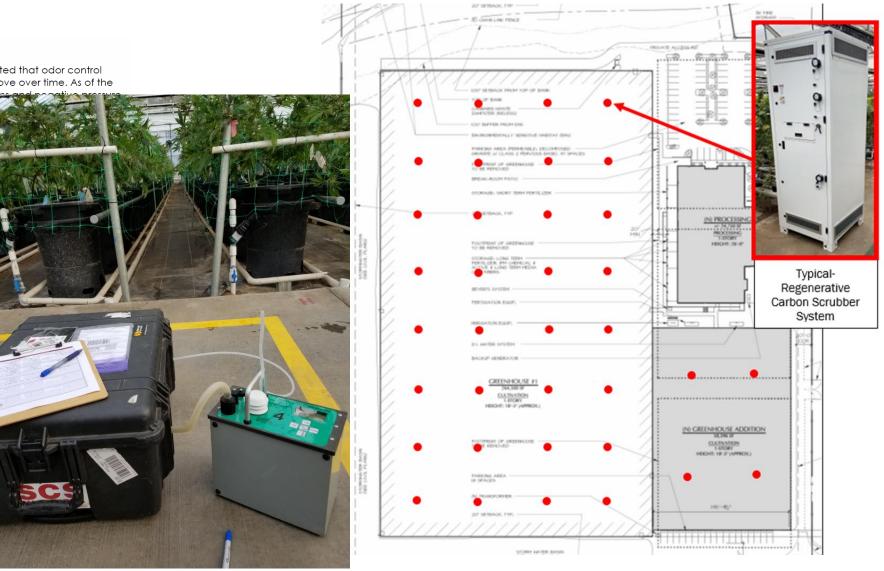
As with any environmental mitigation technology, it is anticipated that odor control systems for cannabis facilities will continue to evolve and improve over time. As of the date of certification of this Plan, vapor-phase neutralizer systems and proceedings are not controlled to the controlled that the co

carbon scrubbers are the best proven odor control technolog greenhouse and processing building components of this Proje

Current research and development in the field is focusing on regenerative carbon scrubbers within greenhouses which are significant volumes of odorous air without quickly degrading adsorption efficacy. If further development of greenhouse scin a system which exceeds the odor abatement efficacy and neutralizing systems, SLO Cultivation will commence site speciether supplement or replace its vapor-phase neutralizer systescrubbers as needed to further abate any offsite Odor Obser residential zones as a result of the facility's operations. Similar

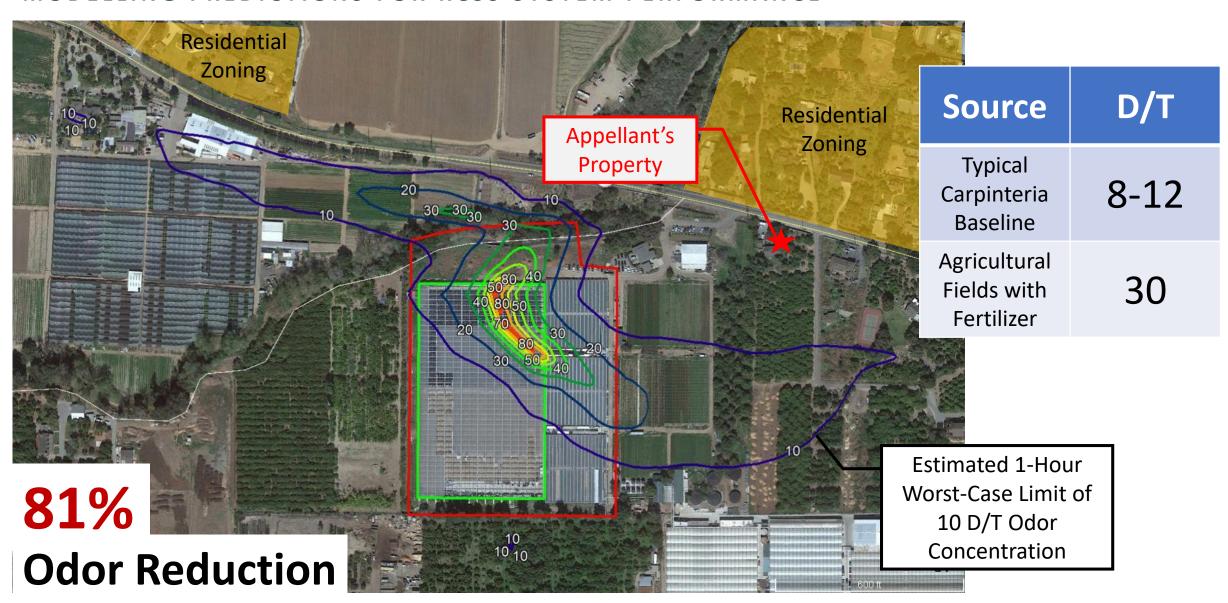
SLO Cultivation- Odor Management Plan

81% Average87% Peak

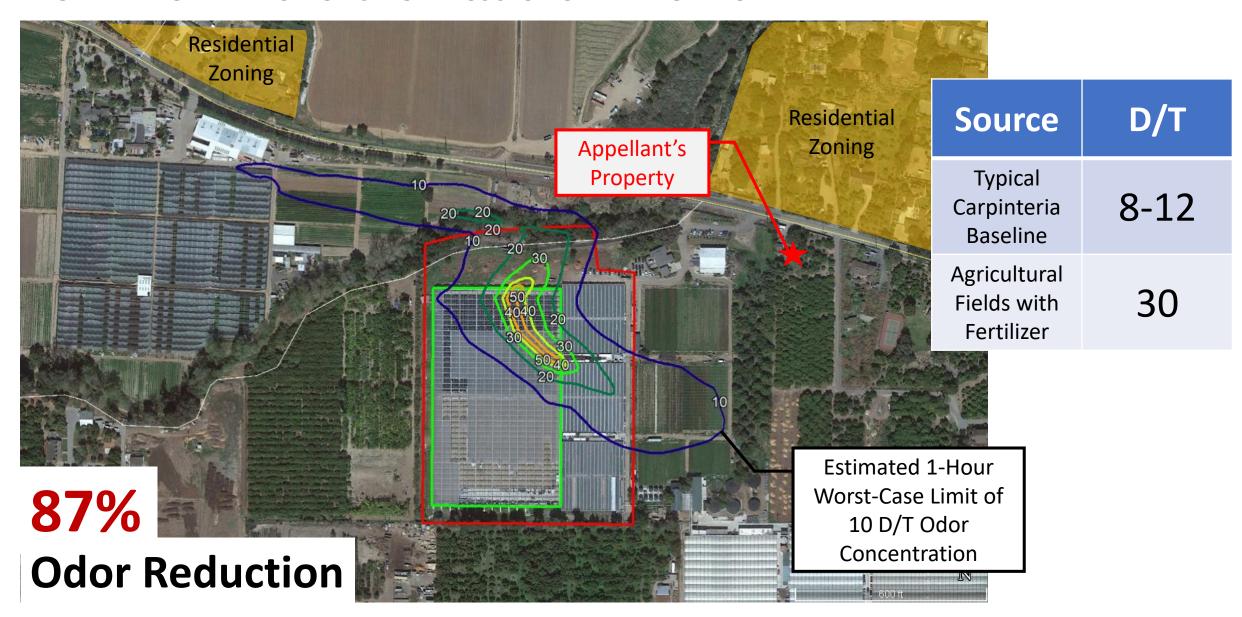


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MODELLING PREDICTIONS FOR RCSS SYSTEM PERFORMANCE



MODELLING PREDICTIONS FOR RCSS ODOR MITIGATION



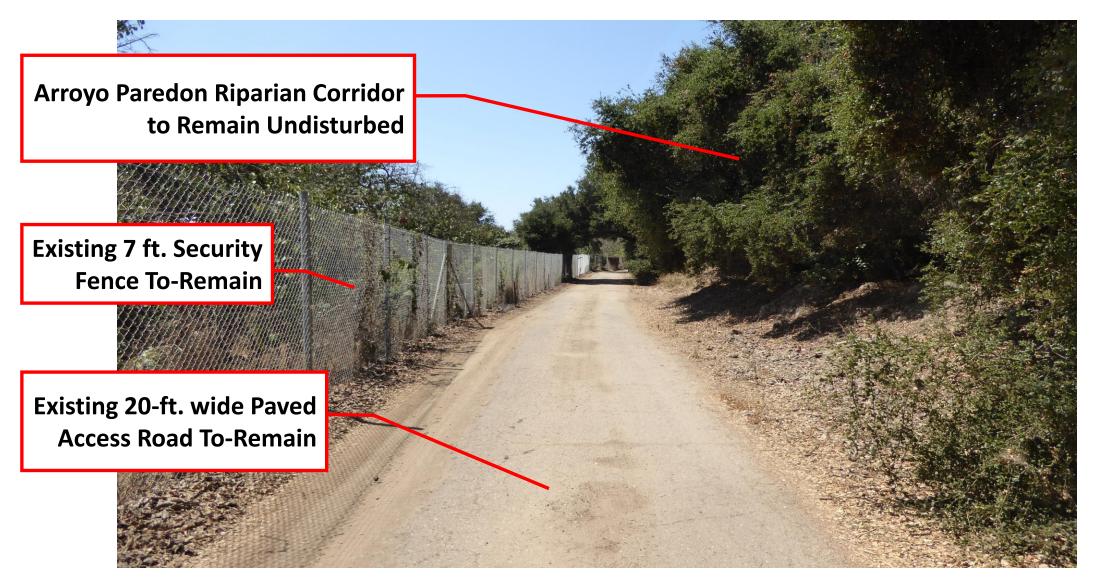
APPEAL ISSUES- CREEK/BIOLOGICAL RESOURCES

 Appellant: Implement biological impact recommendations from David Magney (appellant's biological specialist).

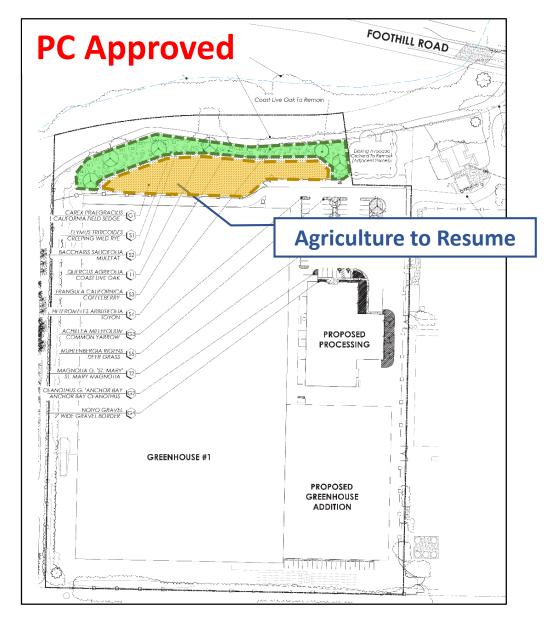
Cresco Response:

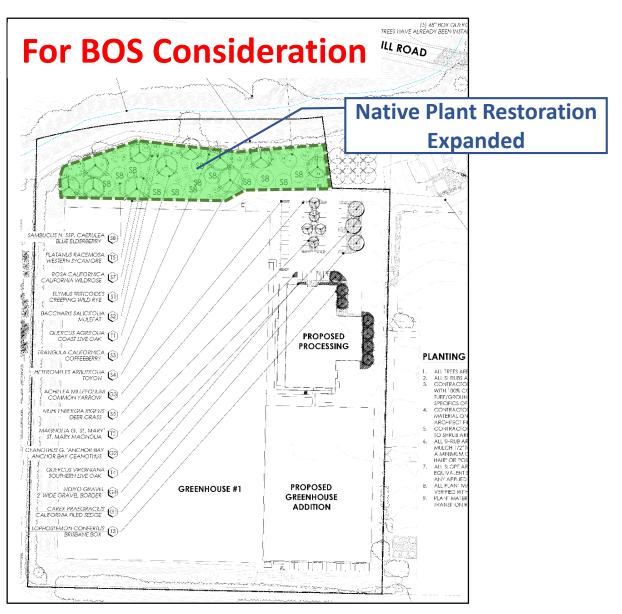
- The Project application already included 3 biological reports.
- County staff, County peer review biologist, CDFW, and Water Board all reviewed the project.
- Creek is separated from Project by an existing road and fence.
- No native vegetation removal is proposed.
- Approximately 1 acre of avocado orchard will be restored to native riparian species, <u>Cresco is offering to expand this area of restoration</u> <u>beyond what was approved by the Planning Commission</u>.

CARPINTERIA - ROAD AND FENCE SEPARATION FROM PROJECT SITE

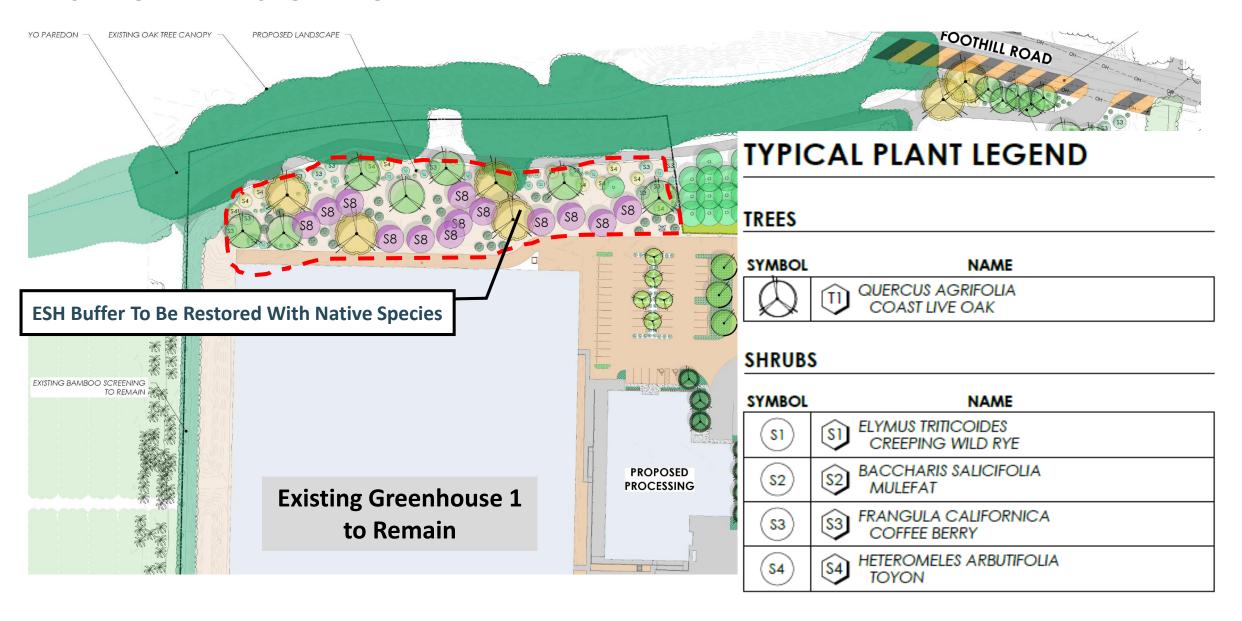


BEFORE AND AFTER SITE REDESIGN





ESH BUFFER RESTORATION



APPEAL ISSUES- CREEK/BIOLOGICAL RESOURCES

 Appellant: Project might adversely impact Arroyo Paredon Creek and related biological resources. The Project should be required to

implement a Habitat Protection Plan (HPP).

Cresco Response:

- Creek is separated from Project by an existing road and fence.
- No native vegetation removal is proposed.
- PEIR only requires an HPP when a project "would involve clearing of native vegetation or other sensitive vegetation".
- Although not legally required, <u>Cresco has voluntarily prepared a Habitat Protection Plan.</u>



Cresco Labs' has already committed to:

- Protecting existing native habitat and restoring approximately 1-acre of land from agriculture to riparian species.
- Voluntary compliance with a Habitat Protection Plan.
- Cessation of vapor-phase odor control within 12-months of facility operation.
- Use of state-of-the-art RCSS carbon scrubbing technology.
- Continuous testing and implementation of BACT odor control for the life of the facility.

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