

FinCanna Announces Convertible Debenture Financing to Raise CAD \$1.5 million

written by Raj Shah | January 4, 2019



January 4, 2019 ([Source](#)) – FinCanna Capital Corp. (“**FinCanna**”) (CSE: CALI) a royalty company for the U.S. licensed medical cannabis industry announces its intention to raise CAD\$1.5 million by way of Secured Convertible Debentures

(“**Debentures**”).

The Debentures will be secured by a general security interest, will mature two years from closing and will bear interest at 12% per annum, payable in cash or, at the option of the Subscriber, in common shares of FinCanna (“**Common Shares**”) subject to certain conditions. The Debenture is convertible into Common Shares at CAD\$.20 per share. Subscribers for Debentures will receive one common share purchase warrant (“**Warrant**”) for each CAD\$0.20 of principal amount of Debenture. Each Warrant will entitle the holder to acquire one Common Share of FinCanna for CAD\$0.30 at any time up to two years from the Closing Date. Closing of the offering has been set for January 9, 2019.

The FinCanna management team will subscribe for CAD \$500,000 principal amount of the Debentures.

FinCanna intends to use the net proceeds from the Convertible Debenture to fund additional royalty investment opportunities and the Company’s ongoing working capital and general corporate purposes.

“The strong participation of our management team in this financing coupled with the support of several existing shareholders is a demonstration of our core belief in the future of the company,” said Andriyko Herchak, President and CEO of FinCanna Capital. “Closing this financing will position FinCanna to take advantage of a strong pipeline of opportunities that we believe will have very meaningful impact on our bottom line as we move into 2019.”

FinCanna will pay a cash finder’s fee of 8% on a portion of the proceeds raised. The lead finder in the non-brokered financing is TriView Capital Ltd.

This press release does not constitute an offer to sell or a solicitation of an offer to sell any of the securities in the United States. The securities have not been and will not be registered under the United States Securities Act of 1933, as amended (the “1933 Act”) or any state securities laws and may not be offered or sold within the United States or to U.S. Persons unless registered under the 1933 Act and applicable state securities laws or an exemption from such registration is available.

About FinCanna Capital Corp.

FinCanna provides financing to top-tier companies in the licensed medical cannabis industry in exchange for a royalty on revenues. FinCanna, led by a team of finance and industry experts, is building its diversified portfolio of royalty investments in scalable, best-in-class projects and companies exclusively in U.S. legal states, with a focus on California.

The company is differentiated by its royalty business model that is based upon providing capital to best in class U.S. cannabis businesses for a percentage of their top line revenue. It is a “stream of income” model that supports the growth of investee

companies by providing them with an infusion of cash on terms that are less restrictive than debt and without the requirement to surrender a large equity stake in their business.

In return, FinCanna receives on going cash payments based on a negotiated percentage of an investee's topline revenue. FinCanna diversifies its risk by investing in multiple sectors to generate multiple income streams in various industry verticals.

For additional information visit www.fincannacapital.com and FinCanna's profile at www.sedar.com.

FinCanna Capital Corp.

Andriyko Herchak, CEO & Director

Cautionary Note Regarding Forward-Looking Statements

This news release contains forward-looking information based on current expectations. Statements about, among other things, the closing of the Convertible Debenture financing, expected terms and conditions of the Convertible Debenture financing, the completion, terms and size of the Convertible Debenture financing and the use of proceeds of the Convertible Debenture financing are all forward-looking information. These statements should not be read as guarantees of future performance or results. Such statements involve known and unknown risks, uncertainties and other factors that may cause actual results, performance or achievements to be materially different from those implied by such statements. Such factors include, but are not limited to: the ability to find suitable subscribers for the Convertible Debenture and the risk that the Convertible Debenture financing will not close as currently contemplated, or at all. Although such statements are based on management's reasonable assumptions at the date such statements are made, there can be no assurance that the Convertible Debenture financing will occur or that, if the Convertible

Debenture financing does occur, it will be completed on the terms described above and that such forward-looking information will prove to be accurate, as actual results and future events could differ materially from those anticipated in such forward-looking information. Accordingly, readers should not place undue reliance on the forward-looking information. FinCanna assumes no responsibility to update or revise forward-looking information to reflect new events or circumstances unless required by applicable law.