

TRANSPORTATION OF MARIJUANA:

NEO has developed procedures for the transportation of marijuana such that there are measures in place to ensure the integrity and the security of all registered agents and marijuana products before, during and after transportation to other registered Marijuana Establishments.

General Transportation Procedure Guidelines

NEO will only registered agents to transport marijuana products to other registered marijuana establishments. NEO also plans to act as a contracted existing licensee for other registered marijuana establishment licensees to transport, temporarily store, sell and distribute marijuana product to other registered Marijuana Establishments. NEO will never transport marijuana products directly to consumers.

Prior to each instance of transfer, the company will require all agents at the originating marijuana establishment and all agents at the receiving registered marijuana establishment to verify each item on the manifest. This practice ensures that all marijuana products included in the shipment are properly linked to the seed to sale tracking program and have been noted in both METRC and Cannabis 365. NEO will also track any seeds and clones that are included in the manifest in the same way.

If upon arrival to the destination Marijuana Establishment, a product is found to be undeliverable for the reason that it is damaged, expired, the package has been tampered with, or any other valid reason that the destination establishment feels that the product is inadequate, than the product shall be refused and transported back to the originating establishment and the incident will be noted in logs and in the database upon arrival back to the originating establishment within 8 hours.

Per CFR935 500.105(13)(a)(6) and to ensure the prevention of diversion of any registered agents as well as to ensure the safety of both the community and the cannabis products, all transport routes will require at least two registered agents to be present. When the delivery or transport is being executed, it will be required that there will always be at least one registered agent physically with in the transport vehicle at all times. It is a company policy to never leave marijuana products unattended in the transport vehicle. This includes any unauthorized stops, and or any diversions from the manifested route. Once the marijuana products have been removed from the lockable containers with in the transport vehicle, this policy is no longer needing to be enforced; if there are no marijuana products contained within the transport vehicle, the two person minimum driver requirement is void.

It is company policy that prior to leaving the marijuana establishment when transporting marijuana products that the company will weigh, inventory and account for all marijuana products to be transported on video with all information able to be captured by still frame. This will take place in a limited access area. Likewise, when receiving any product in a transport shipment as a destination marijuana establishment, it will be company procedure to re-weigh, re-inventory and re-account for all marijuana products transported, using the manifest from the originating marijuana establishment to verify. This will be done on video and in a limited access area of the facility.

To ensure the safety of both the transport drivers and agents as well as the marijuana products within the transport vehicle, it will be company policy to never adopt a transportation schedule

that will allow for or invite predatory practices. As such, delivery routes schedules and frequencies will be randomized. For regulation, transport vehicles will never utilize a route that requires them to leave the Commonwealth.

Before loading food that requires temperature control for safety, the loader must verify, considering, as appropriate, specifications provided by the shipper in accordance with proper temperatures for food storage during shipment and that each mechanically refrigerated cold storage compartment or container is adequately prepared for the transportation of such food, including that it has been properly pre-cooled, if necessary, and meets other sanitary conditions for food transportation.

It is NEO's policy to document and report all accidents, suspected diversions or discrepancies, or other reportable incidents to the Commission and law enforcement authorities within 24 hours of discovery. NEO will equip all delivery vehicles with secure, lockable and tamper evident delivery containers will be used during transport and outer packaging will not make apparent the contents. NEO's Marijuana Transporters will use best management practices to reduce energy and water usage, engage in energy conservation and mitigate other environmental impacts.