



VIVO Completes First New Seasonal Greenhouse

NAPANEE, Ontario, September 26, 2018 (GLOBE NEWSWIRE) -- **VIVO Cannabis Inc.** (TSX-V: VIVO, OTCQB: VVCIF) ("**VIVO**" or the "**Company**") is pleased to announce that it has completed the construction of its first innovative seasonal "Airhouse".

The first of four planned Airhouses to be constructed in 2018 has been completed on the Company's 65 acre parcel of land in Napanee, Ontario. Each Airhouse represents over 17,000 square feet of cultivation space in a unique seasonal greenhouse environment and is expected to yield two harvests per year. A total of 68,000 square feet of cultivation space (providing incremental annual capacity of 4,000 kilograms of dry flower) will be available once the first phase of Airhouse construction is completed over the next few weeks. VIVO expects to grow quality cannabis for extraction in these structures, with very favourable operating costs and a much lower capital investment than traditional glass greenhouse facilities.

Airhouses are a greenhouse alternative widely used in commercial agricultural applications to produce flowers, vegetables and fruits, substituting glass for high quality vinyl. They are much more cost-efficient than building greenhouses while being safe, effective and environmentally-friendly.

"The opening of our first Airhouse cultivation facility represents VIVO's commitment to both innovation and cost management to produce a variety of quality cannabis. Although these Airhouses are used to cultivate cannabis in the US, VIVO is the first licensed producer in Canada to utilize this technology. We expect these Airhouses to provide us cannabis needed to satisfy the increasing demand for extracted product." commented Barry Fishman, VIVO's CEO. "By the end of 2018, our total annual capacity in both BC and Ontario is expected to exceed 12,000 kilograms."

The Airhouses themselves possess multiple attributes which differentiate them in significant ways from all other greenhouse structures. Their positive internal pressure allows the structures to remain inflated and intact, even in hurricane-force winds, and prevents the entry of unwanted pest into the production space resulting in a structure that is USDA certified for plant quarantine production. The Airhouses have passive wind collection towers which, in most conditions, are sufficient alone for maintaining inflation. When wind speeds are not adequate, a series of large internal fans take up the load and can maintain a steady wind of 15km/hr inside the structures if desired. The maximum power consumption of each greenhouse is 20kW, a level of power use which is many orders of magnitude lower than conventional greenhouse design. Taken individually, each of these unique features represents an improvement over conventional greenhouse design.

About VIVO Cannabis™

VIVO, based in Napanee, Ontario, is recognized for trusted, high-quality products and services. It holds production and sales licences from Health Canada and operates world-class indoor cultivation facilities with proprietary plant-growing technology. VIVO has a collection of premium brands targeting unique

customer segments, including Beacon Medical™, FIRESIDE™, Canna Farms™ and Lumina™. In August 2018, VIVO acquired Canna Farms Limited, a premium cannabis company based in Hope, British Columbia. Canna Farms was B.C.'s first Licensed Producer and has many years of craft cultivation experience and expertise, as well as a significant patient base and positive cash flow. VIVO is significantly expanding its production capacity and pursuing partnership and product development opportunities domestically, as well as in select international markets, including Germany and Australia. In addition, VIVO also operates Harvest Medicine, a patient-centric and highly scalable network of specialty medical cannabis clinics. Harvest Medicine provides best-in-class education and support to over 15,000 patients in its clinics and via its free telemedicine platform. VIVO has a healthy balance sheet with over \$100 million in cash and is well-positioned to accelerate the growth of our business, in Canada and internationally.

More Information

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ON BEHALF OF THE BOARD OF DIRECTORS

Barry Fishman (CEO and Director)

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Disclaimer for Forward-Looking Information

This news release contains forward-looking statements, including statements regarding the suitability of the Airhouses to grow cannabis for extraction, the likelihood of Health Canada approving cultivation of cannabis in Airhouses, the ability for VIVO to produce cannabis economically in Airhouses with a lower capital investment than traditional greenhouses, and the opening of the adult use cannabis market later this year. The forward-looking statements in this release are based on certain assumptions and involve known and unknown risks and uncertainties and other factors that could cause actual events to differ materially from current assumptions and expectations, including that Health Canada may not approve VIVO's use of Airhouses in cannabis production, that the Airhouses may not be an efficient growing environment for cannabis, that production costs may exceed current expectations, and that the adult use cannabis market may not open later this year. The forward-looking statements contained in this news release should not be read as guarantees of future performance or results. No assurance can be given that any of the events anticipated by the forward-looking statements will occur or, if they do occur, what benefits the Company will obtain from them. Readers are urged to consider these factors, and the more extensive risk factors included in the Company's annual information form dated April 30, 2018 and other continuous disclosure filings, which are available on SEDAR at www.sedar.com. Readers are cautioned not to place undue reliance on these forward-looking statements, which are qualified in their entirety by these cautionary statements. The forward-looking statements in this news release are made as of the date hereof and the Company disclaims any intent or obligation to update publicly any such forward-looking statements, whether as a result of new information, future events or results or otherwise, except as required by applicable securities laws.