



Stem Holdings Inc. collaboration to bring hand-crafted, CBD hemp beverages to the market

Eugene, Dec. 13, 2018 – Two well-known Eugene, Oregon-based businesses are collaborating with Stem Holdings Inc.'s (CSE: STEM OTCQB: STMH) premier cannabis brand, TJ's Gardens in making plans to offer CBD infused beverages at their local stores. Both Tacovore restaurant and Glass House Coffee Bar will offer TJ's Garden's CBD tincture for sale to their patrons. Tacovore will also feature a TJ's CBD infused margarita on its menu, and any drink at Glass House Coffee Bar will have the option to have TJ's CBD added.

"Partnering with two of our favorite businesses not only shows mutual local support for each other but also means that an audience that may not otherwise walk into our dispensaries can have the opportunity to enjoy the benefits of our CBD," says TJ's Garden's founder, Travis Mackenzie. "Serving delicious beverages made with locally sourced, TJ's CBD may further inspire someone to experience our TJ's CBD tincture for the first time."

TJ's CBD tincture is unique because it is grown in Oregon, in an all organic, propriety living soil blend and consistently tests at a 24:1 CBD to THC ratio, which is extremely high compared to other CBD sold on the market. TJ's CBD tincture is a full-spectrum or whole plant product, consisting of all of the beneficial cannabinoids. TJ's Gardens uses organic alcohol for its extraction process and formulates its CBD tincture with 100% pure food-grade, vegan, non-GMO, coconut MCT oil.

Every purchase of TJ's Garden's CBD tincture products furthers the Company's mission to provide CBD tinctures for children in need at no cost. Since TJ's Gardens founded the Forest Initiative in 2014, the Company has donated its CBD tincture to underserved families with children suffering from epilepsy or seizures. Currently, there are over 140 pacific northwest families participating in the program.

Tacovore is located at 530 Blair Blvd; Glass House Coffee Bar is next door at 520 Blair Blvd in Eugene, Oregon.

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About TJ's Gardens

With multiple cultivation facilities in Oregon, TJ's Gardens is committed to growing perfect marijuana—developing and acquiring spectacular genetics and then allowing the plant to reach its natural genetic potential before processing at the optimal time. TJ's Gardens is also known for donating free hemp oil to any child with a seizure disorder and an OMMP

card. Its signature dispensary, TJ's on Willamette, is located in downtown Eugene, Oregon. There TJ's Gardens offers a hand-picked collection of flowers, edibles, and extracts sourced from its gardens as well as from trusted Oregon partners. Learn more at tjsgardens.com and visittjs.com.

About Stem Holdings, Inc.

As a vertically integrated cannabis company, Stem Holdings Inc. (Stem) has positioned itself as a pioneer in the industry with its state-of-the-art cultivation, processing, extraction, retail, and distribution operations. Stem owns and manages cannabis facilities in Nevada, Oklahoma, and Oregon as well as participating in a research project in collaboration with Cornell University. Utilizing proprietary, sustainable cultivation techniques, Stem develops exceptional products that are safe and consist of lab-tested cannabis and CBD. Stem's award-winning, nationally known, consumer-facing brands include: cultivators, TJ's Gardens and Yerba Buena; retail brands, Stem and TJ's; infused product manufacturers, Cannavore and Supernatural Honey; and a CBD company, Dose-ology. Stem's mission in supporting the health and happiness of people and the safety of our planet is evident through the Company's continued recognition for its community involvement, employee diversification and a top place to work in cannabis, dedication to environmental causes and outstanding leadership in the cannabis industry.