

Tax credit percentage options

- Cultivators, Processors, and Pharmacies Combined:
 - Straight average, not accounting for net operating losses (NOL) carryforwards: 1.8% (*equivalent to a 38.7% deduction*)
 - Weighted average excluding outliers (large expense ratios): 1.8% (*equivalent to a 38.7% deduction*)
 - Straight average, accounting for NOL carryforwards: 2.7% (*equivalent to a 58% deduction*)
 - Weighted average including large expense ratio outliers: 2.5% (*equivalent to a 53.8% deduction*)
- Pharmacies:*
 - Straight average, not accounting for NOL carryforwards: 2.4% (*equivalent to a 51.6% deduction*)
 - Weighted average excluding outliers (large expense ratios): 2.1% (*equivalent to a 45.2% deduction*)
 - Straight average, accounting for NOL carryforwards: 3.4% (*equivalent to a 73.1% deduction*)
 - Weighted average including large expense ratio outliers: 3.1% (*equivalent to a 66.67% deduction*)

* Many pharmacies are vertically integrated with their cultivation and processing operations. As a result, these percentages include 280E deductions of processors and cultivators that are reported in conjunction with the 280E deductions of the associated pharmacy.