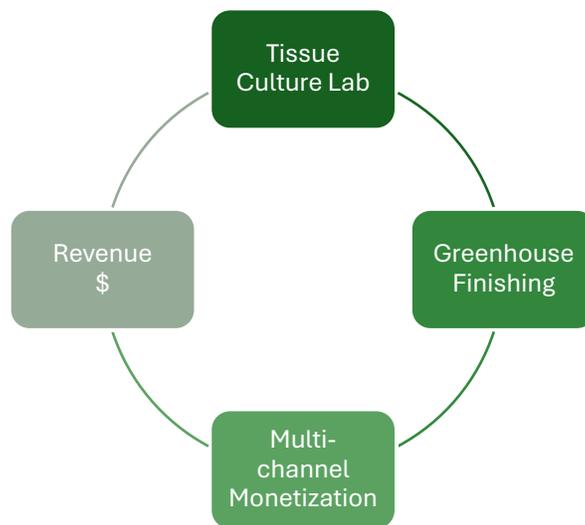




OPERATIONAL OVERVIEW – CONTROLLED-ENVIRONMENT PRODUCTION MODEL

Sweetlife Flora operates a vertically integrated, controlled-environment production system designed to deliver predictable inventory flow, stable margins, and year-round revenue generation.

Production Flow



How the Model Functions

Controlled Propagation: Plant material is produced in-house through greenhouse propagation and phased tissue culture, reducing reliance on external suppliers and eliminating agricultural seasonality.

Greenhouse Finishing: Plants are finished on-site under controlled environmental conditions, ensuring consistent quality and predictable turnover cycles.

Multi-Channel Monetization: Finished inventory feeds three active sales channels—physical retail, e-commerce fulfillment, and select national wholesale—diversifying demand and accelerating sell-through.

Closed-Loop Reinvestment: Revenue from early retail and e-commerce sales funds subsequent production cycles, reinforcing working-capital efficiency.

Operational Stability

This model operates independently of weather patterns, field agriculture, and international plant import logistics. Production volumes are governed by internal scheduling rather than external supply constraints, supporting consistent monthly operating income.

Bridge Period Relevance

During the bridge financing period:

- Retail and e-commerce channels are fully operational
- Greenhouse production is active and revenue-supportive
- Tissue culture activation occurs post-stabilization and enhances margin expansion rather than being required for loan service

This controlled-environment structure supports predictable cash generation and provides operational evidence suitable for refinance underwriting within the stabilization window.
