

EXHIBIT 4A:
CUMULATIVE TAX BURDEN OF MAXIMUM RECOMMENDED TAX RATES

Cumulative Cannabis Taxes-HdL Companies			
Category	Amount	Increase	Cumulative Price
Producer Price	\$1,000	\$1,000	\$1,000
State Cultivation Tax	\$9.25/oz	\$148	\$1,148
Local Tax	3.00%	\$30	\$1,178
Wholesale Price w/ Taxes		\$1,178	
Total Tax at Wholesale		\$178	
Tax as %		17.80%	
Testing Cost/Revenue	\$50/lb	\$50	\$1,228
Local Tax	2.50%	\$1	\$1,229
Total Testing Price		\$1,229	
Total Taxes at Testing		\$179	
Total Tax as %		14.58%	
Manufacturer Markup	20.00%	\$246	\$1,475
Local Tax	4.00%	\$59	\$1,534
Total Manufacturer Price		\$1,534	
Total Taxes at Manufacturer		\$238	
Total Tax as %		15.53%	
Distributor Markup	30.00%	\$460	\$1,994
Local Tax	3.00%	\$60	\$2,054
Total Distributor Price		\$2,054	
Total Taxes at Distributor		\$298	
Total Tax as %		14.51%	
Retailer Markup	100.00%	\$2,054	\$4,108
Local Tax	6.00%	\$246	\$4,355
State Excise Tax	15.00%	\$616	\$4,971
Total Retailer Price		\$4,971	
Total Taxes at Retail		\$1,161	
Total Tax as %		23.35%	
CA Sales Tax	7.25%	\$360	\$5,331
Local Sales Tax	1.00%	\$50	\$5,381
Total Taxes at Retail		\$1,571	
Total Tax as %		29.19%	
Total Local Tax		8.29%	\$446.29