



PAUL COHEN'S MARIJUANA HUB

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More on the Cannabis Bear Stock Market

- We have now expanded our Marijuana company index to 93 companies.
- Over these next few letters we will begin to examine the realities of a marijuana stock market that has significantly crumbled.
- Our Three Tier Market tells us, we believe, more about this stock market than any other index
- Note that only two companies are now in Tier 1, Insys and GW Pharmaceuticals. Their average shares outstanding are only 27.11 million
- In Tier 2, average shares outstanding are a whopping 1.54 billion shares
- In Tier 3, average shares outstanding are 1.220 billion
- Clearly in Tier 2 and Tier 3, fully 91 companies, have sacrificed appropriate valuations.
- With these many shares outstanding, cannabis companies have diluted themselves for the sake of financing with paper.
- This represents an industry with little cash to grow intelligently.