



ALGAE DYNAMICS CORP SECURES BULK CANNABIS SUPPLY AGREEMENT FOR COLLABORATION PARTNERS

TORONTO August 2, 2018--ALGAE DYNAMICS CORP (OTC: "ADYNF") (the "Company"), a company focused on the development of unique health products and nutraceuticals utilizing cannabis and botanical oil extracts, has secured a supply agreement to enable Canadian Licensed Producers and International Licensed Importers access to bulk cannabis deliveries in anticipation of licensing agreements for our proprietary Cannabis formulated products.

Recent Developments in our Collaboration with Western University

The researchers at Western University, the Company's scientific collaboration team, have developed a very unique formulation involving cannabis and other botanical extracts. Western University's Dr. Laviolette said, "We are pleased to report significant progress on our ongoing projects with Algae Dynamics. We are continuing to work out the precise molecular mechanisms underlying the therapeutic modes of action for several unique cannabinoid formulations. These research projects are identifying safer and clinically superior cannabinoid formulations aimed at treating the symptoms of various psychiatric disorders, while eliminating the negative side effects associated with traditional marijuana formats."

- The invention will be assigned to Algae Dynamics Corp. free from any royalties and will become 100% owned by the company.
- We are in the process of filing a patent application prior to entering into domestic and international distribution agreements with Licensed Producers/Dealers (LPs/LDs) and Pharmaceutical companies.
- Our discussions with the perspective LP's/LD's have included the production, distribution and related collaborative initiatives involving our specially formulated products.
- We have an assignable supply agreement with a large-volume, high-quality cannabis grower to secure a source of cannabis material for our Licensed Partners producing and selling our Medical Cannabis formulations.
- We expect to generate revenue in 2018 from our agreements with our Licensed Partners.

Paul Ramsay stated, "We are pleased that we can further support Dr. Steven Laviolette and his team at Western University by securing a high-quality and high-volume supply of Medical Cannabis for formulations applicable to mental health conditions."

About Dr. Steven Laviolette

The investigator leading the research is Dr. Steven Laviolette, a Professor and Neuroscientist in the Schulich School of Medicine & Dentistry at Western University in London, Ontario. Dr. Laviolette is a leader in the study of cannabinoids in mental health and was recently awarded "Faculty Scholar" status at Western University. Dr. Laviolette's research team has previously made numerous fundamental discoveries related to how cannabinoids impact and may serve as treatments for mental health disorders including schizophrenia, depression, post-traumatic stress disorder and anxiety. Dr. Laviolette's primary research

focus is in characterizing how specific phytochemical derivatives of cannabis may interact with specific brain pathways and molecular mechanisms whereby they may improve symptoms associated with various mental health disorders. Research from Dr. Laviolette's team has been published in the top neuroscience and psychiatry journals in the world. His full profile may be seen on Western University's, website www.uwo.ca

http://www.schulich.uwo.ca/anatomy/people/bios/faculty/laviolette_steve.html

About Algae Dynamics Corp (ADC)

ADC is engaged in the development of unique health products and nutraceuticals that utilize hemp, cannabis and algae oils. We have engaged two Canadian universities to provide research into the use of extracts from cannabis oil, which we plan to use to develop products that combine the significant health benefits of Omega-3s derived from algae oil and extracts from cannabis oil. Our research is focused on the use of cannabis oil in the context of cancer, and the use of cannabis derivatives for the development of novel pharmacotherapies for mental health.

For more information, visit <http://www.algaedynamics.com>

FORWARD-LOOKING STATEMENTS

This news release contains "forward-looking statements" as that term is defined in Section 27A of the Securities Act and Section 21E of the Securities Exchange Act of 1934, as amended. Statements in this press release which are not purely historical are forward-looking statements and include any statements regarding beliefs, plans, expectations or intentions regarding the future. Such forward-looking statements include, among other things, use of proceeds and the development, costs and results of current or future actions and opportunities in the sector. Actual results could differ from those projected in any forward-looking statements due to numerous factors. Such factors include, among others, the inherent uncertainties associated with new projects and development stage companies, our ability to raise the additional funding we will need to continue to pursue our exploration and development program, and our ability to retain important members of our management team and attract other qualified personnel. These forward-looking statements are made as of the date of this news release, and we assume no obligation to update the forward-looking statements, or to update the reasons why actual results could differ from those projected in the forward-looking statements. Although we believe that any beliefs, plans, expectations and intentions contained in this press release are reasonable, there can be no assurance that any such beliefs, plans, expectations or intentions will prove to be accurate.

Investors should consult all the information set forth herein and should also refer to the risk factors disclosure outlined in our annual report on Form 10-K for the most recent fiscal year, our quarterly reports on Form 10-Q and other periodic reports filed from time-to-time with the Securities and Exchange Commission.

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