

# Agrify Regains Nasdaq Compliance: A Milestone for the Cannabis Tech Firm

Cannabis technology firm Agrify announced that it has regained compliance with Nasdaq's stock listing rules following the conversion of \$13.8 million of debt to equity.

"The \$13.8 million debt-to-equity conversion is a very significant commitment from the management and the leading shareholders to ensure the ongoing Nasdaq listing," Agrify Chair and CEO Raymond Chang said in a statement.

## Debt-to-Equity Conversion Details

Two entities linked to Chang, CP Acquisitions and GIC Acquisition, completed the conversion on May 22. This move is part of Agrify's broader strategy to stabilize its financial position and ensure compliance with stock exchange requirements.

"In the last few months, we have made tremendous progress towards cleaning up our balance sheet, reducing our cash burn, and growing our business," Chang said. "The work is not yet over, and we remain committed to ensuring a full turnaround and creating long-term shareholder value."

## Progress Amidst Financial Challenges

The Nasdaq issued a stockholders' equity warning to the Troy, Michigan-based company on Dec. 1, 2023. This warning indicated that Agrify needed to address its financial issues to meet the minimum equity requirements for continued listing on the stock exchange.

Since receiving the warning, Agrify has taken significant steps to improve its financial health. The debt-to-equity conversion marks a crucial milestone in the company's efforts to regain stability and secure its position on Nasdaq.

## Looking Ahead

With this recent development, Agrify is well-positioned to continue its turnaround efforts and focus on long-term growth and shareholder value. The company's management remains committed to navigating the challenges in the cannabis technology sector and leveraging opportunities for expansion and innovation.

As Agrify continues to strengthen its financial foundation, stakeholders and investors can look forward to the company's ongoing efforts to enhance its market presence and deliver sustainable value.

Agrify's successful regaining of Nasdaq compliance underscores its dedication to financial responsibility and strategic growth in the evolving cannabis technology industry.