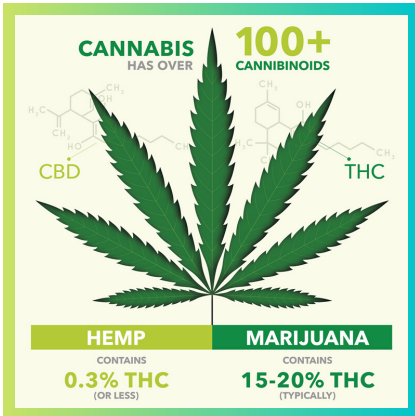


EXHIBITOR GUIDE TO TEXAS CBD SALES/PROMOTION

Texas intends to follow the current law, regulations, and guidance for CBD sales.



There are no current permitted growers of consumable hemp products in Texas. State law contains certain limitations for the retail sales of out-of-state consumable hemp products. Those products must be processed or manufactured in another state in compliance with:

- 1) That state or jurisdiction's plan approved by the USDA;
- 2) In the absence of a state submitted plan, a plan established by the USDA; or,
- 3) The laws of that state or jurisdiction if the products are tested in compliance with, or similar to those set out in Section 443.151 of HB 1325.

Can sampling and sales orders be done on the show floor:



- 1) Texas law does not prohibit the “sampling” or passing a free sample of a product that is not age restricted.
- 2) Sales orders may be taken on the floor of the show. Exhibitors are required to have a current Sales & Use Tax Permit with the Texas Comptroller’s office.

Applying for a Texas Sales & Use Tax Permit - Complete the Texas Online Tax Registration Application to get a sales tax permit. Applications and information on what is needed to apply for a Texas sales tax permit are available on our website at www.comptroller.texas.gov/taxpermit/. There is no fee for a permit.

QUESTIONS – CONTACT SHOW MANAGEMENT – DANA FULLER
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Section 443.151 outlines the requirement for testing as follows:

- (a) A consumable hemp product must be tested as provided by:
 - (1) Subsections (b) and (c); or (2) Subsection (d).
- (b) Before a hemp plant is processed or otherwise used in the manufacture of a consumable hemp product, a sample representing the plant must be tested, as required by the executive commissioner, to determine:
 - (1) The concentration of various cannabinoids; and
 - (2) The presence or quantity of heavy metals, pesticides, and any other substance prescribed by the department.
- (c) Before material extracted from hemp by processing is sold as, offered for sale as, or incorporated into a consumable hemp product, the material must be tested, as required by the executive commissioner, to determine:
 - (1) The presence of harmful microorganisms; and
 - (2) The presence or quantity of:
 - (A) Any residual solvents used in processing, if applicable; and
 - (B) Any other substance prescribed by the department.
- (d) Except as otherwise provided by Subsection (e), before a consumable hemp product is sold at retail or otherwise introduced into commerce in this state, a sample representing the hemp product must be tested:
 - (1) By a laboratory that is accredited by an accreditation body in accordance with International Organization for Standardization ISO/IEC 17025 or a comparable or successor standard to determine the delta-9 tetrahydrocannabinol concentration of the product; and
 - (2) By an appropriate laboratory to determine that the product does not contain a substance described by Subsection (b) or (c) in a quantity prohibited for purposes of those subsections.



Vaping or sampling of vaping products is prohibited on the show floor.