

August 10, 2020

## Life Sciences Industry Group Newsletter



## Mexico- Regulations for cannabis-based drugs under review.

In compliance to an order by the Mexican Supreme Court, the Ministry of Health has prepared a draft of regulations, currently under review before the National Commission for Regulatory Improvement. We are expecting for these regulations to be enacted in the coming months.

As main highlights, we can point to the following:

- The regulations are intended to oversee the following actions i) Primary cannabis production, for industrial purposes, raw materials for research, and seed, ii) Health related research, iii) Agricultural research, iv) industrial purposes, for medical use, and, v) medical purposes.
- » A specific section is included, explaining how research protocols can be approved.
- » Growing permits will be granted by SENASICA (the National Service for agricultural quality) and seeds will be certified by SNICS (the National Service for Seed Certification).
- » The regulations include a section on record of Plant Varieties.
- Prescription of cannabis based drugs will only be allowed to Physicians, Homeopathic Doctors and Dentists
- » There are chapters on requirements for import and export of raw materials and finished goods.

From an initial review, this draft has severe limitations upon comparison with the law it intends to regulate; specifically, it does not allow for broad uses of products with CBD, containing low amounts of THC.

Our team will closely follow up on the process of approval of this draft, and the eventual publication of the regulations in the Official Gazette.

This newsletter was prepared by Juan Luis Serrano-Leets (jlserrano@sanchezdevanny.com). Sánchez Devanny is a leading Mexican law firm that provides **full-service legal advice** both to Mexican and international clients.

We build enduring client relationships because we make every effort to understand our clients' businesses and expectations, to serve as an ally, and to provide **complete**, **accessible and personalized advice**.

| Daniel Maldonado-Alcántara                       | Ernesto Silvas-Medina                                | Humberto Morales-Barrón                    |
|--|--|--|
| dmaldonado@sanchezdevanny.com                    | esm@sanchezdevanny.com                               | hmorales@sanchezdevanny.com                |
| José Alberto Campos-Vargas                       | Juan Luis Serrano-Leets                              | Mariana Eguiarte-Morett                    |
| jacampos@sanchezdevanny.com                      | jlserrano@sanchezdevanny.com                         | meguiarte@sanchezdevanny.com               |
| Ricardo León-Santacruz<br>rls@sanchezdevanny.com | Turenna Ramírez-Ortíz<br>tramirez@sanchezdevanny.com |  |
| <b>iudad de México:</b>                          | <b>Monterrey:</b>                                    | <b>Querétaro:</b>                          |
| v. Paseo de las Palmas #525 Piso 6               | José Clemente Orozco #335 Piso 4                     | Blvd. Bernardo Quintana #7001              |
| ol. Lomas de Chapultepec, 11000                  | Despacho 401 Col. Valle Oriente, 66269               | Torre 1 Oficina 1109 Col. Centro Sur, 7609 |
| iudad de México                                  | San Pedro Garza García N.L.                          | Querétaro, Qro.                            |
| +52 (55) 5029 8500                               | <b>T.</b> +52 (81) 8153 3900                         | <b>T.</b> +52 (442) 296 6400               |

Sánchez Devanny refers to Sánchez-Devanny Eseverri, S.C., a leading Mexican law firm that provides full-service legal advice both to Mexican and international clients.

This publication contains general information only and is just for informative purposes. Sánchez Devanny is not rendering legal advice or services by means of this publication. To obtain legal advice or services and before making any decision or taking any action that may affect your business you should consult a qualified professional advisor.

Sánchez Devanny provides legal services in the areas of Corporate and M&A; Corporate and Project Finance; International Trade and Customs; Real Estate, Infrastructure and Hospitality; Tax; Labor, Social Security and Immigration; Corporate Governance and Regulatory Compliance; Energy, Natural Resources and Environmental; Life Sciences; Intellectual Property, Entertainment and Sports Law; Litigation and Alternative Dispute Resolution; Antitrust; Financial Institutions and Services; Private Wealth Management and Estate Planning and Data Privacy and Information Technology to both public and private clients, especially in the automotive, retail, pharmaceutical, manufacturing, real estate and energy industries.