

For Immediate Release
June 2, 2014

FUSIONPHARM'S COMMON STOCK RESUMES TRADING TODAY

Management Reviewing Legal Alternatives in Light of Trading Suspension and Search and Seizure Warrant

Commerce City, CO, June 2, 2014 (Business Wire) – The common stock of FusionPharm Inc. (OTC Pink Sheets “FSPM”) resumes trading today. On May 16, 2014 the Securities and Exchange Commission (“SEC”) suspended trading of the Company’s Common Stock as part of an ongoing investigation. The trading suspension order expired on May 30, 2014. Based on conversations with the Government’s attorneys, management of the Company believes the Government’s concerns include the Company’s previously disclosed 2012 financial statement restatement, its receipt of revenues and its failure to disclose related party transactions with William Sears, the brother-in-law of the Company’s CEO, Scott Dittman. Upon information and belief, the Company also believes the government is reviewing the trading history of Mr. Sears in the Company’s common stock. In 2007, Mr. Sears pleaded guilty to federal charges involving securities fraud and bribery. Mr. Sears is currently or formerly affiliated directly or indirectly with Meadpoint, LLC Meadpoint Venture Partners (“Meadpoint VP”), Bayside Realty Holdings, LLC and/or Vertifresh LLC (“Vertifresh”).

On May 16, 2014, a search and seizure warrant was executed at the Company’s offices located in Commerce City, Colorado as part of an ongoing investigation of potential securities law violations. In executing the warrant, federal authorities seized company records, computers and approximately \$200,000 in funds from one of the Company’s bank accounts.

The Company is engaged in the manufacture and sale of PharmPod™ hydroponic cultivation container systems, including sales to licensed cannabis operations in Colorado, Canada and elsewhere. The Company has been relying upon statements previously issued by the Obama administration, including releases issued by Attorney General Holder, effectively stating that it would not prosecute those lawfully abiding by state-designated laws allowing the use and distribution of cannabis. Although the Company does not and has never cultivated, distributed or otherwise directly participated in the cultivation, sale or distribution of cannabis, its receipt of funds from businesses that are engaged in these activities creates certain risks.

While the Company intends to cooperate with the Government investigations, until it gains a more complete understanding of the precise nature of their concerns it will have no further comment on these matters.

The Company would like for its shareholders, customers and trade partners to know that it continues to operate its business and produce its PharmPod containers.

“We are both saddened and confused by the actions taken against us by the federal government” said Scott Dittman, CEO of FusionPharm. “We intend to cooperate with the authorities to

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provide them with all relevant information to show that our prior actions were taken in good faith and in accordance with our understanding of applicable securities law requirements.”

For Further Information please contact:

Scott Dittman, CEO
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Safe Harbor Forward-Looking Statements

To the extent that statements in this press release are not strictly historical, including statements as to revenue projections, business strategy, outlook, objectives, future milestones, plans, intentions, goals, future financial conditions, future collaboration agreements, the success of the Company's development, events conditioned on stockholder or other approval, or otherwise as to future events, such statements are forward-looking, and are made pursuant to the safe harbor provisions of the Private Securities Litigation Reform Act of 1995. The forward-looking statements contained in this release are subject to certain risks and uncertainties that could cause actual results to differ materially from the statements made.