State of New Jersey
CANNABIS REGULATORY COMMISSION
PO BOX 216
TRENTON, NEW JERSEY 08625-0216

MIKIE SHERRILL
Governor

DR. DALE G. CALDWELL
Lt. Governor

HARRIS LAUFER, *Chair*
JACQUELINE FERRARO, *Vice Chair*
KRISTA NASH, *Commissioner*
AMELIA MAPP, *Commissioner*
CHRIS RIGGS, *Acting Executive Director*

June 2, 2026

VIA CERTIFIED AND ELECTRONIC MAIL *to:* [redacted]
Silver Leaf Wellness LLC
[redacted]

Re: NOTICE OF VIOLATION –**Silver Leaf Wellness LLC;** INV 57 2026

Dear [redacted],

This letter is a Notice of Violation ("Notice"), issued by the New Jersey Cannabis Regulatory Commission ("NJ-CRC") in accordance with N.J.A.C. 17:30-20.4 to Silver Leaf Wellness LLC ("Silver Leaf"). An investigation which commenced on March 6, 2026, and remains ongoing as of the date of this Notice revealed Silver Leaf committed the following violations:

Violation 1: N.J.A.C. 17:30-9.2- (a) Cannabis business license holders shall submit an application for an amended license, along with the applicable fee, if any, pursuant to N.J.A.C. 17:30-7.17, for the following material changes, a change:

1. In ownership, which shall include:

i. Addition or removal of owners or passive investors;

ii. Change in license holder entity structure, including any related mergers, acquisitions, or creation of new related entities;

iii. Change in ownership structure or ownership interest that results in a change of owner, pursuant to N.J.A.C. 17:30-9.3; and

iv. Any other changes to the ownership and financial information provided to the Commission pursuant to N.J.A.C. 17:30-7.10 and 7.13;

. . . .

(b) Failure to seek approval for such material changes pursuant to (a) above may result in sanctions upon the license holder pursuant to N.J.A.C. 17:30-20, including civil penalties, or suspension or revocation of any license issued to the license holder.

Violation 2: N.J.S.A. 24:6I-7(k)(2): (2) The sale or transfer of any interest of five percent or more in a medical cannabis cultivator, medical cannabis manufacturer, medical cannabis dispensary, or clinical registrant permit shall be subject to approval by the commission and conditioned on the entity that is purchasing or receiving transfer of the interest in the medical cannabis cultivator, medical cannabis manufacturer, medical cannabis dispensary, or clinical registrant permit completing a criminal history record background check pursuant to the requirements of subsection d. of this section.

Violation 3: N.J.A.C. 17:30A-7.8: (a) An ATC shall submit to the Commission an application for an amended permit, together with fees, if applicable, pursuant to N.J.A.C. 17:30A-7.10, prior to any:

1. Change of the alternative treatment center's location;
2. Change of the alternative treatment center's ownership;
3. Change of the alternative treatment center's name;
4. Change in the alternative treatment center's capacity; or
5. Modification of or addition to the alternative treatment center's physical plant.

(b) The alternative treatment center shall submit the application to the permitting authority no later than 30 business days prior to the change.

On or about March 6, 2026, Silver Leaf owner Bansi Vadalia advised a Compliance officer from the Office of Compliance and Investigations that she received a cure letter from CRC regarding the omission of owner Nicholas Easley's name from Silver Leaf's renewal application. She explained that Nicholas Easley been removed as an owner in 2025 with neither notification to NJ-CRC nor approval by the Board, in violation of N.J.A.C. 17:30-9.2, N.J.S.A. 24:6I-7(k)(2), and N.J.A.C. 17:30A-7.8. During the investigation, Bansi Vadalia provided a copy of a Unit Redemption Agreement, dated February 14, 2025, which reflected that Nicholas Easley's 5% interest would be relinquished and redistributed amongst the remaining owners.

Within 20 business days of the receipt of the Notice of Violation, Silver Leaf shall (1) Correct the violation; (2) Notify the Commission, in writing, with a postmark date that is within 20 business days of the date of receipt of the Notice of Violation, of any corrective actions taken to correct the violations, and the date of implementation of such corrective actions.

This Notice of Violation satisfies the NJ-CRC's responsibility to provide five-day notice before any enforcement action shall be taken, as required by N.J.A.C. 17:30-20.5. Silver Leaf is notified that the above-referenced violations may result in the imposition of civil monetary penalties in accordance with the schedule set forth at N.J.A.C. 17:30- 20.7.

N.J.A.C. 17:30-20.5(a) establishes that: "In response to a violation of any provision of the Act or this chapter, the Commission is authorized to take enforcement action or impose sanctions upon a license holder. Sanctions may include, but are not limited to, civil monetary penalties; suspension, revocation, non-renewal, or denial of a license; referral to State or local law enforcement, pursuant to N.J.A.C. 17:30-20.6, 20.7, and 20.8; or any combination thereof." Corrective action taken by Silver Leaf does not preclude the NJ-CRC from imposing penalties but may be taken into consideration when considering the penalty to be imposed for each violation. N.J.A.C. 17:30- 20.6(f)(4).

Silver Leaf has acted in violation of the statute and regulations by effectuating an ownership change prior to Board approval.

The NJ-CRC hereby orders Silver Leaf to immediately conform its operations with the statute, regulations, and its Standard Operating Procedures. The NJ-CRC reserves the right to impose sanctions for these violations.

The NJ-CRC appreciates your expeditious cooperation in this matter. Any questions regarding this correspondence can be sent via e-mail to your assigned Field Monitor.

Sincerely,

Dave Tuason, Esq. Director
Office of Compliance and Investigations
New Jersey Cannabis Regulatory Commission

Cc: Christopher Riggs, Executive Director, NJ-CRC
Arundhati Mohankumar, Acting Chief Counsel, NJ-CRC
Michael Lamantia, Investigator, NJ-CRC
James Baracia, Chief, NJ-CRC