

RENEWCELL



Q3 2021

Re:NewCell AB (publ)
Listed on Nasdaq First North Premier Growth
Market Short name RENEW — ISIN Code
SE0014960431 Certified Adviser FNCA

Recognition
Fast Company's World's Most Innovative Companies 2021
Time Magazine 100 Best Inventions 2020
Drapers Sustainable Fashion Awards 2020 (Shortlist)

Q3 21 in brief: From preparations to construction and mounting of equipment

- Net sales of SEK 636K (328)
- Loss of SEK -24.5K (-15.9)
- Cash flow from operating activities SEK -31K (-13)
- Investments SEK 131K (0.3)
- Environmental permit for planned operations in Ortvikén, Sundsvall, valid with immediate effect
- First disbursement of EIB financing
- LOI signed with Kelheim Fibres and Levi's® Circular 501® launch announced October



Renewcell: the investment case in brief

1

Massive global demand for circular fashion.

2

Commercially proven 100% circular material.

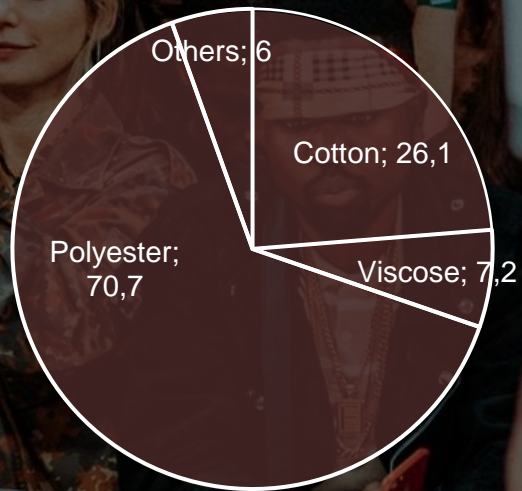
3

Investing in rapid scale-up of capacity.

With billions more joining the global middle class style, fashion's challenge will grow

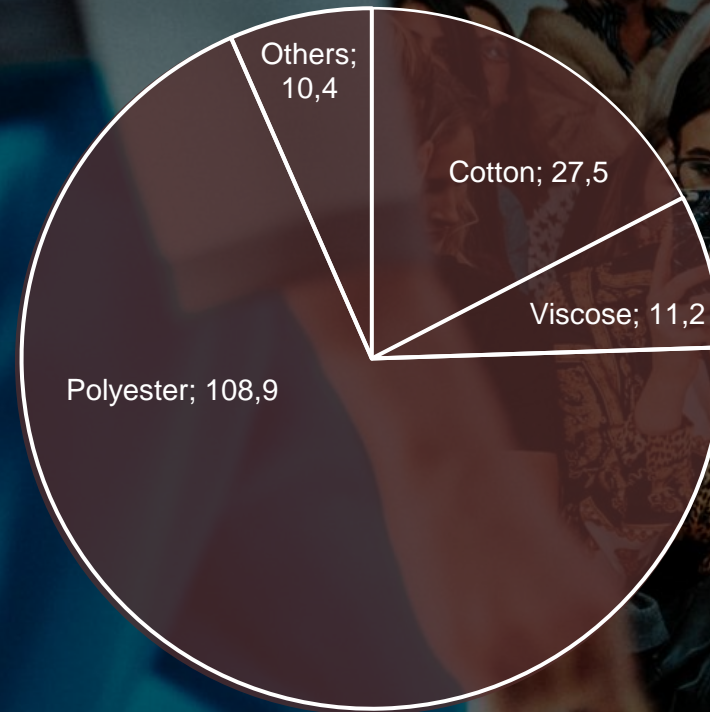
Global textile fiber market

~110 million tonnes



2019

~160 million tonnes



2030

Major brands have made commitments to circularity

H&M Group

“The fashion industry needs to move from a linear business model to a circular one”

100% recycled or other sustainably sourced materials **by 2030**

INDITEX

“We conceive our sustainability project as a work in progress. A never ending task”

100% sustainable cotton, **100%** recycled polyester, and **100%** sustainable linen **by 2025**

patagonia®

“We're In Business To Save Our Home Planet”

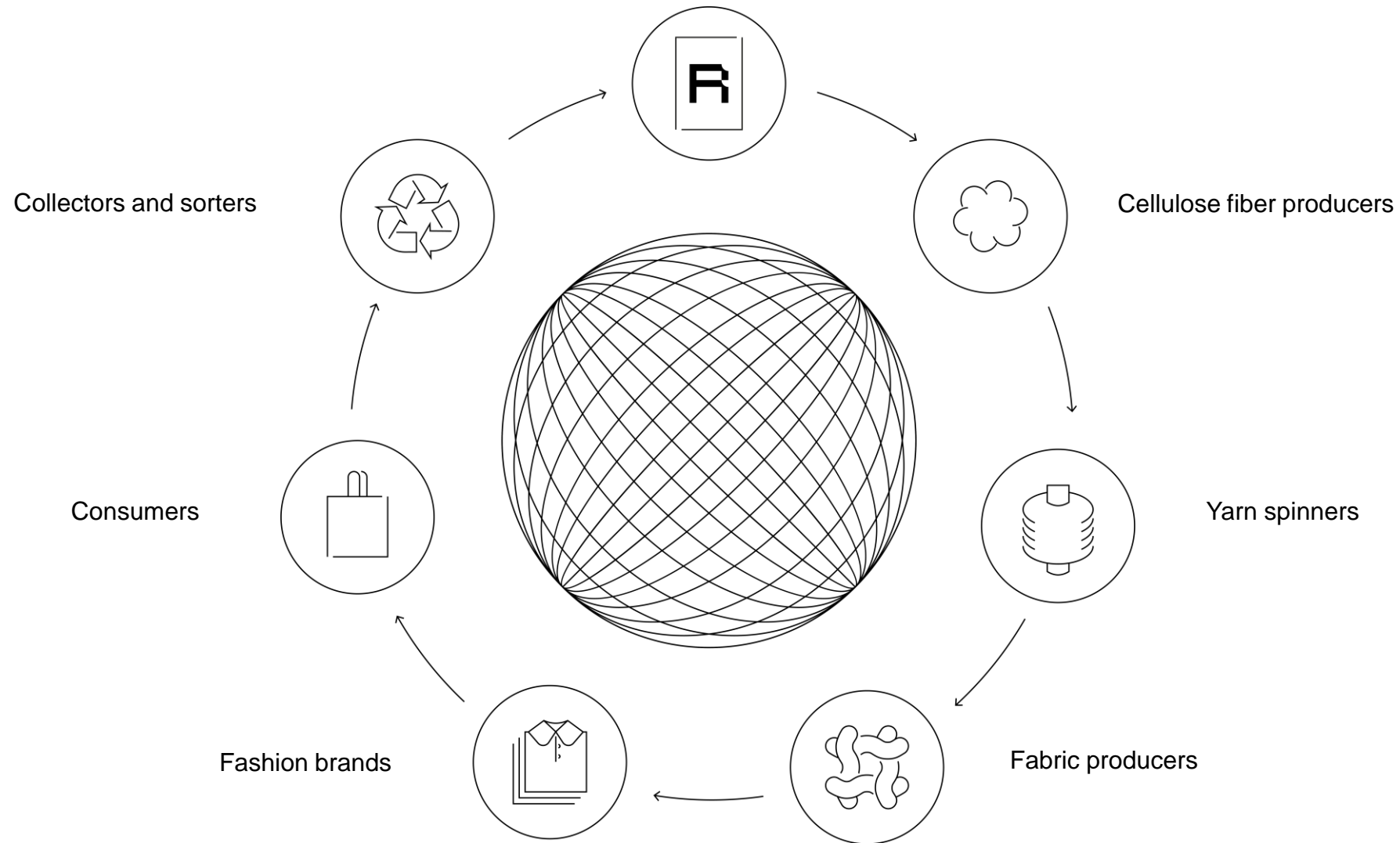
100% renewable or recycled materials **by 2025**

PRIMARK®

“We know we need to do better. We need to do things differently, and we need to do more.”

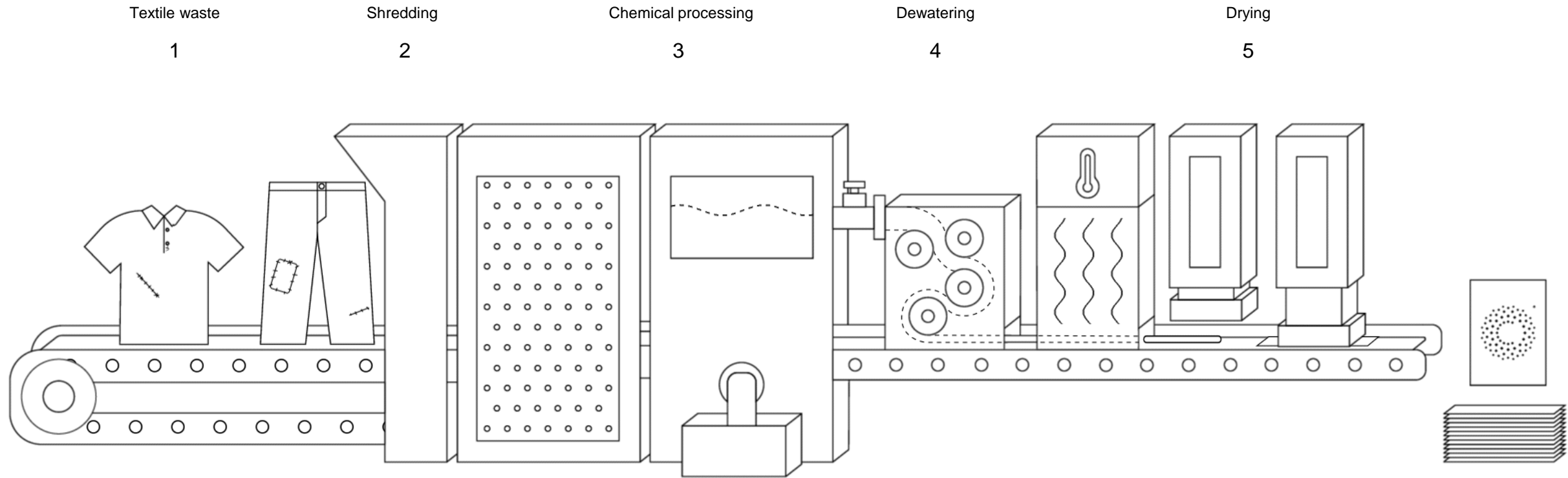
All of our clothes will be made from recycled or more sustainably sourced materials **by 2030**

Renewcell closes the loop on fashion



A technology built on the legacy of Swedish industry

- Developed over the course of a decade by researchers at KTH Royal Institute of Technology, Stockholm
- Multiple global patents held
- Key know-how kept as trade secrets



Focus directed on rapid scale-up of capacity

- Sundsvall, Sweden
- 60,000 metric tons capacity
- Brownfield site, co-located with SCA
- 100% renewable energy
- 1.5 billion SEK investment
- First of its kind in the world
- Commissioning H1 2022



Milestones for the Sundsvall plant

Q1 2021	Q2 2021	Q3 2021	Q4 2021	Q1 2022	Q2 2022
<ul style="list-style-type: none"> ✓ 75 percent of main supplier agreements signed ✓ Maintenance and upgrade of existing equipment started ✓ Recruitment of 50 full-time employees completed 	<ul style="list-style-type: none"> ✓ 90 percent of main supplier agreements signed ✓ Disassembly and removal completed ✓ Formal transfer of the site to Renewcell ✓ Environmental permit granted ✓ Project financing completed 	<ul style="list-style-type: none"> ✓ Preparation of machine hall for new layout and new installations completed ✓ Piling and adaptation of the basement in the machine hall completed 	<ul style="list-style-type: none"> • Installation of drying line to be completed • Onboarding of new full-time employees starts 	<ul style="list-style-type: none"> • Installation of baling line to be completed • Machine installation to be completed • Commissioning of certain individual process steps to be done 	<ul style="list-style-type: none"> • Commissioning of all individual process steps to be done • Commissioning of complete production line to be done

Snapshots from the build – main machine hall

2021-02-10 – Former SCA Paper Machine 5



2021-11-04 – Renewcell TM1 under construction



Financial overview

	Jul - Sep		Jan – Sep		Jan – Dec
SEK thousand	2021	2020	2021	2020	2020
Operation's net sales	636	328	1,465	1,221	1,453
Profit/loss after financial items (EBT)	-24,538	-15,877	-67,205	-47,651	-68,722
Result and total comprehensive income for the period	-24,538	-15,877	-67,205	-47,651	-68,722
Cash flow from operating activities	-31,567	-13,529	-64,985	-38,903	-51,990
Cash flow from investing activities	-131,039	-371	-218,934	-704	-24,346
Total assets	779,784	77,834	779,784	77,834	827,287
Equity	733,240	60,808	733,240	60,808	800,369
Net cash / Net debt*	-420,424	-9,879	-420,424	-9,879	-711,996
Equity ratio (%)	94.0	78.1	94.0	78.1	96.7
Average number of employees	55	22	40	17	19

* A negative number means that the total cash exceeds the total interest bearing debt.



Summary and outlook

- Operations running according to plan
- Limited impact from general cost increases and supply chain challenges so far
- Stable financing
- Pleased to sign strategic customer agreements
- Well-positioned to lead the way to a sustainable world