

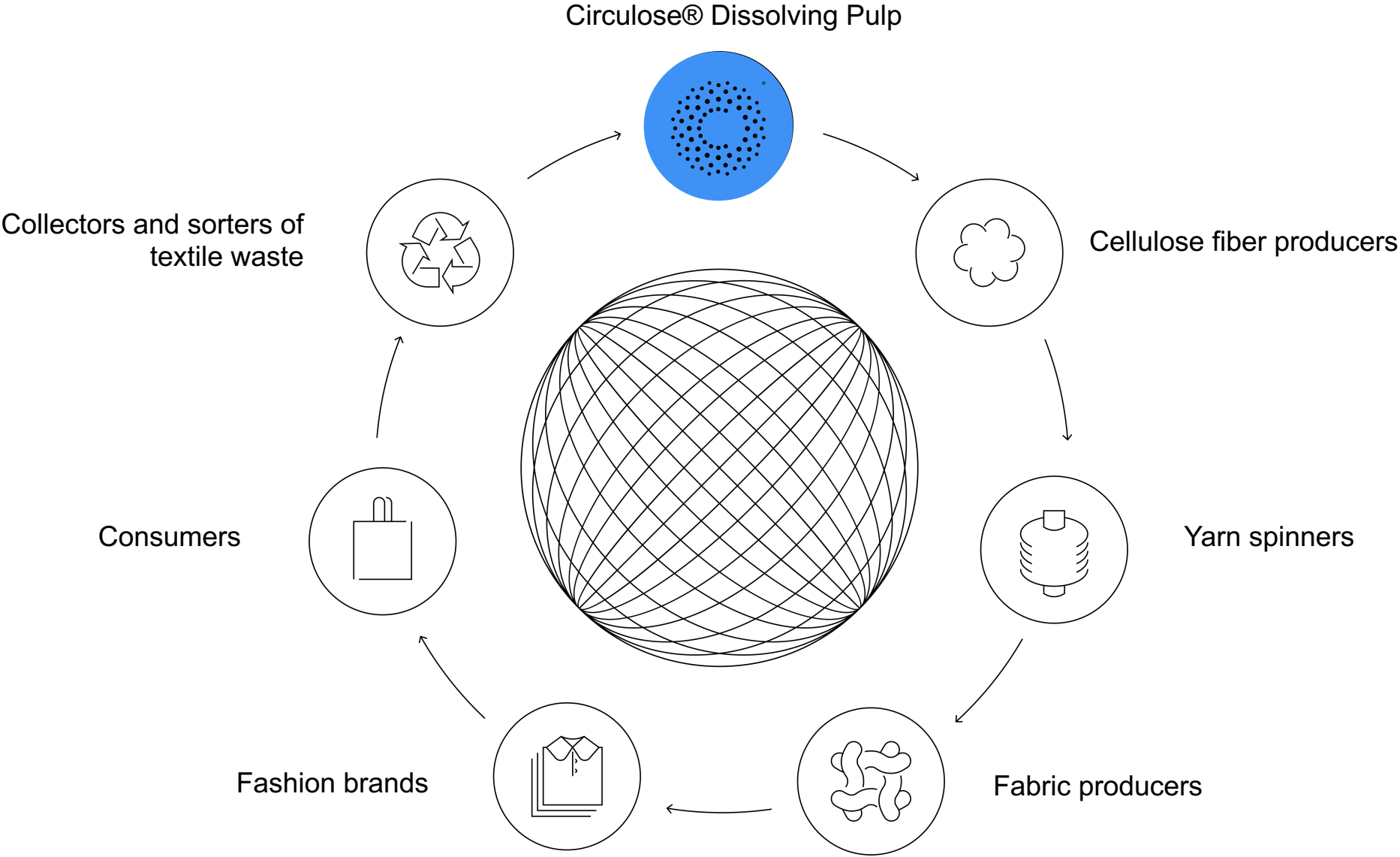
RENEWCELL

Q4 2022

Year-end Report Presentation

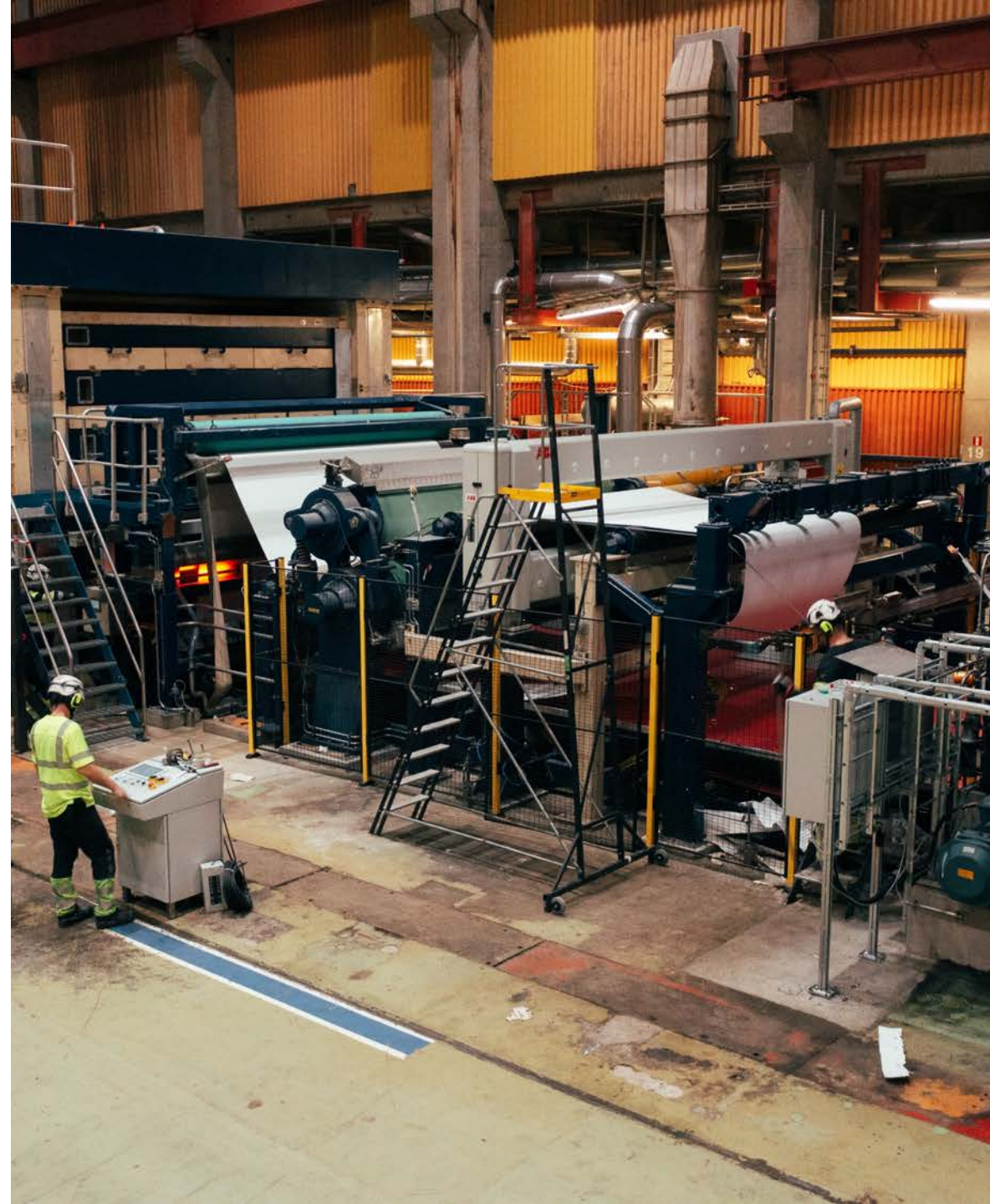


We make fashion circular



2022 Highlights

- Renewcell 1 built, started up and produced first commercial Circulose
 - “Commercial Operations Date” (COD) in early November
 - First deliveries to customers in December
 - Ramp-up to 60,000 tonnes is underway (120,000 in second step)
- Two directed share issues during the year to secure financing for second step to 120,000 tonnes, delayed start up, higher capex and more cautious ramp up assumption
 - Will initiate second step to 120,000 tonnes once ramp up is secure
- Long term agreement with Lenzing signed, 80-100 kt over four years value approx. SEK 1.5 billion
- Working capital credit facility signed for SEK 150m
- Kristinehamn site continued to beat production and quality records
 - Decision in December to change future focus to process and technology development
- Total capex for Renewcell 1 (capacity 120,000 tonnes) approximately SEK 1.45 billion (unchanged).



2022 Financial Highlights

Financial Summary 2022

- Net sales SEK 13m (3)
- EBITDA SEK -252m (-121)
- Cash flow from investing activities SEK -880m (-312)
- Earnings per share, after dilution, SEK -9.0 (-4.3)
- Board of directors propose no dividend for 2022

Financial Summary Q4 2022

- Net sales SEK 5m (1)
- EBITDA SEK -93m (-59)

Production ramp up

- December production ~650 tonnes (~300 in spec, ~55 delivered)
- January production ~1000 tonnes (~500 in spec, ~190 delivered)



Circulose® making fashion circular in 2022

PVH



GANNI



ZARA



H&M



FILIPPA K



JADE CROPPER



PANGAIA



Levi's



2022: a break-through year

SELECTED COVERAGE

L'OFFICIEL



WWD

VOGUE
BUSINESS



Forbes

FASTCOMPANY

EL PAÍS

HYPEBAE

The Business of Fashion
BOF




The New York Times

RESPONSIBLE FASHION

Will We Ever Be Able to Recycle Our Clothes Like an Aluminum Can?

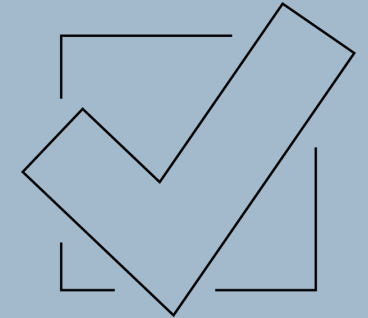
A new factory operated by Renewcell, a textile recycling company in Sweden, is the first step in turning old clothes into new, high-quality fashion.

 Give this article



Milestones achieved at Renewcell 1

- ✓ Supplier negotiations and contracts close
- ✓ Refurbishment, maintenance and upgrades
- ✓ Disassembly and removal
- ✓ Environmental permit received
- ✓ Financing secured
- ✓ Adaptation of machine hall
- ✓ Piling and foundation for dryer set
- ✓ Installation of all unit operations
- ✓ Staffing requirement filled
- ✓ Piping, electrification and automation
- ✓ Start-up of individual unit operations
- ✓ Start-up of full production line
- ✓ Production line test runs from start to finish



Road ahead

- ✓ "Commercial Operations Date"
- ✓ Process optimization
- ✓ Commercial production
- ✓ First sales
- Ramp-up to 60,000 tonnes
- Expansion to 120,000 tonnes, 30% EBITDA margin
- Future growth to 360,000 tonnes and beyond...

RENEWCELL

Capital Markets Day

11 May, 2023

Renewcell 1, Sundsvall



Toby Lawton

CFO

Financial overview

	Oct - Dec		Jan - Dec	
SEKm	2022	2021	2022	2021
Operation's net sales	5	1	13	3
EBITDA	-93	-59	-252	-121
Net Profit	-76	-66	-300	-133
Cash flow from operating activities	-122	-53	-398	-118
Cash flow from investing activities	-163	-93	-880	-312
Total assets (end of period)	1,629	911	1,629	911
Equity (end of period)	864	674	864	674
Net debt (end of period)	517	-255	517	-255
Equity ratio (%) (end of period)	47.1	60.5	47.1	60.5
Average number of employees	139	68	130	47

Income statement

SEKm	2021 Full Year	Q1	Q2	Q3	Q4	2022 Full Year
Net Sales	3	2	2	3	5	13
Other Operating Income	3	1	1	2	2	6
Total Revenue	6	3	4	5	7	19
Change in inventories	-	-	2	-1	4	5
Variable costs	-16	-10	-11	-9	-40	-70
Fixed costs	-111	-40	-46	-53	-65	-207
EBITDA	-121	-46	-54	-58	-93	-252

Note - Variable costs include raw materials and consumables costs, Fixed costs include other external expenses, personnel costs and other external costs.

Cash flow

SEKm	2021 Full Year	Q1	Q2	Q3	Q4	2022 Full Year
EBITDA	-121	-46	-54	-58	-93	-252
Cash flow from operating activities before changes in working capital	-120	-46	-54	-58	-95	-254
Changes in working capital	+3	-55	-23	-39	-27	-144
Cash flow from investing activities	-312	-183	-335	-199	-162	-880
Total cash flow from operating activities and investing activities	-430	-285	-412	-296	-285	-1278

Financing

SEKm	31 Dec 2022	30 Sep 2022	31 Dec 2021
Cash held in reserved accounts	175	250	423
Cash and bank	117	13	128
Total cash and cash equivalents	293	263	551
Long Term Financial Liabilities	677	701	292
Short Term Financial Liabilities	133	9	5
Total Financial Liabilities	810	710	297
Net Debt	517	447	-255

- Unutilised credit facilities:
 - SEK 50m under the working capital credit facility
 - SEK 11m under the ECA loan
- SEK 50m released from reserved accounts since the year end, SEK 125m remains

Capex

Capex	SEKm
2020	30
2021	312
2022	880
Total	1,226

- The total capex for the Renewcell 1 plant in Ortviken is expected to be approx. SEK 1.45 billion (for 120,000 tonnes of capacity).
 - Of which approx. SEK 1.3 billion for 60,000 tonnes
 - Capex represents approx. USD 1200 per metric tonnes of capacity

Q&A

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