

Subject	Questions & Answers EGM 25 January 2022
Date	25-January-2022

Question	Answer
How is the €45 million that Avantium is investing in its subsidiary Avantium Renewable Polymers related to the €45 million capital raise?	<p>This is unrelated. Following Financial Close, Avantium Renewable Polymers will be fully funded with the goal of becoming cash flow positive upon the start-up and scale-up of the production of FDCA and PEF at the Flagship Plant.</p> <p>The 2022 Equity Raise of €45 million is planned to attract capital for the next phase of the Company (i) in order to develop the portfolio of Avantium's other technologies, including for investments in the commercialisation of Avantium's technology programmes (e.g. R&D costs, engineering costs of Ray Technology™), and (ii) general corporate purposes.</p>
Why did you agree to grant warrants to the lenders?	<p>We have extensively evaluated all options to secure the financing and have concluded this was the most attractive option available to us.</p> <p>We realise that our Flagship plant is first-of-a-kind: it is new technology producing a new monomer/polymer, and with such a risk profile a regular project financing structure is not feasible. We are pleased to have secured the financing package with a reputable group of banks and we are pleased that we can move to the next phase of the journey to bring a new sustainable plastic to the market and realise its potential.</p> <p>Given the size of the debt financing and that the lenders made the financing of ARNP possible, we decided that providing</p>

	<p>those lenders with the ability to share in the value created by their financing would be fair. Thereto, we have structured the warrants to be exercisable from commercial operations date. In that sense, the warrants are effectively a success fee payable to the lenders only in case the FDCA Flagship Plant reaches commercial operations.</p>
<p>In the Meeting documents, you were not specific yet about the instrument for the Equity Raise. Can you already shed more light on this now? And how can you ensure that the interests of existing shareholders are somehow protected?</p>	<p>This is something that we extensively discuss with the consortium of banks who support us with the Equity Raise. The final offering structure will be decided closer to the actual moment of the offering. The decision will be based on share specific and general market conditions. For the final choice of the instrument, we would like to serve three groups of shareholders: firstly, our existing loyal institutional investors, secondly, retail investors and lastly, we would like to expand our base of institutional investors. We will try to select an instrument that serves the interests of those three groups. As stated in the explanatory notes to this meeting, Avantium has a preference to execute the capital raise by means of a public offering.</p>
<p>When can we expect more offtake commitments coming in?</p>	<p>Avantium has been actively seeking and building partnerships within the FDCA/PEF value chain and has built an extensive opportunity funnel of projects with potential FDCA/PEF offtake partners all over the world. Now that the Company has taken the Final Investment Decision, we have strong traction towards further offtake contracts with prominent brand owners and converters. We feel confident that we will convert potential orders into additional Offtake Agreements. Our target is to sell out the Flagship Plant prior</p>



	to start-up to a mix of offtake partners in support of our licensing strategy.
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