

12 July 2019

ASX: IGE

## **Amsterdam Construction and Funding on Track**

- **Amsterdam preparing for start-up**
- **USD\$90 million funding in place**
- **Funding draw-downs to commence**

Integrated Green Energy Solutions Ltd (“IGES” or “the Company”) is pleased to update the market on the Amsterdam construction progress and its financing activities.

### **Amsterdam Construction Progress**

The Amsterdam construction continues to progress well and the second 50 tonnes per day (“TPD”) module is due to be installed on-site in the next two weeks.

The access roads for trucks are now being prepared. These new roads are essential for operations and will also assist during the finalisation of the construction phase.

The recruitment of operational staff is now well progressed. The site office is being expanded to accommodate these new recruits and in preparation for the commencement of operations.

Delivery dates with builders and major suppliers have been confirmed and are in compliance with the target of ramping up to full 100TPD capacity in November 2019.



*The first 50TPD module currently installed on-site in Amsterdam.*

## **Financing Activities**

The funding schedule from Structured Growth Capital Inc. (“SGC”) referred to in the ASX announcement dated 14 June 2019, has now been confirmed as being in compliance with the loan agreement dated 7 June 2017. This loan agreement was identified as a key commercial agreement at the time of the Company’s 2017 prospectus and its basic terms disclosed at that time.

Under the terms of this loan agreement, the funding schedule states that once the draw-down schedule commences, US\$90 million must be drawn-down in regular bi-monthly instalments on the 7th and 22nd of each month. The initial 2 instalments scheduled are USD7.5 million and the subsequent 15 instalments are USD5 million each. That is USD90 million must be drawn-down over a 9-month period, averaging approximately USD10 million per month. The interest rate applicable is 8.5 %.

The Company has taken a conservative stance with respect to the draw-down of the funds. That is, now that the company has Amsterdam close to conclusion and permits in place for Thailand and Northampton, the directors consider the Company is well positioned to utilise these loan funds efficiently and generate significant cash-flows from these plastics to road ready fuel facilities so that the Company is now more than adequately positioned to service this level of debt.

Mr Brian Engel, Managing Partner SGC, stated today: “I am very pleased that IGES has successfully progressed a number of their projects to the point of commencing their loan draw-down. SGC is proud to play its part in the positive environmental impact created by the SGC facilities by ensuring compliance with the loan agreement. Based on the IGES construction schedules, the bi-monthly loan draw-downs are scheduled to commence on 7 August 2019. The USD 90 million loan will draw down over a 9-month period, totalling approximately USD10 million per month.”

## **About IGES**

IGES is focused on creating a cleaner planet for the next generation through the conversion of end of life plastic into valuable fuels. Plastic used in the process would otherwise be sent to landfill or be discarded into the environment. The Company has a patented plastic to fuels process that results in a range of fuels and products, including EN590 (Road Ready Diesel), EN228 (Road Ready Petrol), Naphtha, Marine fuel and Marine Diesel Oil (MDO). The specific products we provide from our range are determined by the territory requirements for each individual site location. The Company believes that utilising its technology will inevitably reduce the amount of plastic entering the environment. It will also help to develop circular economies, thereby creating a cleaner planet for the next generation, while bringing value to shareholders.

## **FOR FURTHER INFORMATION CONTACT:**

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