

QUANTAFUEL AND EURAZEO ANNOUNCE JOINT VENTURE FOR SORTING FACILITY IN DENMARK

Paris, May 24, 2022

Plastic recycling specialist Quantafuel and Eurazeo have today signed a joint venture agreement for Esbjerg sorting facility, which will be the largest of its kind in Denmark. The agreement remains subject to governmental approvals and antitrust clearance.

Quantafuel and Eurazeo are today pleased to announce their binding agreement for the development and operation of a 50/50 joint venture for a plastic waste sorting plant in Esbjerg, Denmark. A game-changer for the plastic waste market in Denmark, the sorting facility is expected to be operational during the second half of 2023 and to significantly contribute to the EU and Denmark's recycling targets. With over 50% of Danish plastic waste currently sent to incineration, the plant will contribute significantly to reducing CO₂ emissions.

To establish the joint venture, Eurazeo through Eurazeo Transition Infrastructure Fund will acquire 50% of the shares in Quantafuel's wholly owned subsidiary Quantafuel Esbjerg Aps, which will develop and operate the plastic waste sorting plant in Esbjerg.

The plant will be the largest of its kind in Denmark and consist of a state-of-the-art high-tech sorting system separating the plastic waste into mono fractions suitable for selling to all types of recycling facilities, including mechanical and chemical recycling.

Lars Rosenløv, Quantafuel's CEO, said:

"Today we have made a very important step in Quantafuel's growth plans. We are thrilled to have a partner like Eurazeo whose goal is to invest responsibly and laying the foundation for a sustainable future. Esbjerg is a strong investment case and this is a unique opportunity to capitalise on a significant untapped potential in the Danish market. The partnership with Eurazeo proves the increased financing capabilities of Quantafuel. As Quantafuel keeps growing, we are also widening the sources of financing.

We are progressing well on the project; all major suppliers are engaged, and the first machines are already at site preparing the land. This project will be a key contributor to meet the high recycling ambitions in Denmark, and we are excited to be able to do this in a sustainable manner with strong support from the local community and the municipality of Esbjerg. When operational at the end of 2023, the facility will employ close to 50 full-time employees and be capable of sorting up to 160,000 tonnes of mixed plastic waste annually into recyclable fractions"

Martin Sichelkow, Eurazeo's Managing Director of the Infrastructure team, added:

“We are thrilled to partner with a like-minded, visionary and best-in-class company such as Quantafuel that is built around ESG & sustainability fundamentals fully aligned with our Article-9 Eurazeo Transition Infrastructure Fund. By providing a local solution for plastic sorting to municipalities and industrial companies, we will allow for improved traceability of all waste received and treated. For current and future generations, it is paramount that industry and finance team up to reduce the carbon footprint of plastic waste and contribute to a circular economy. This project epitomises that ethos. We are proud to be part of it and hope it is the start of a longer and wider collaboration with Quantafuel.”

FURTHER INFORMATION

- Quantafuel and Eurazeo have entered into a customary shareholders agreement for the joint venture, and the parties share historic and future capex of the project. Reference is also made to Quantafuel's private placement on 27th January 2022, raising the necessary funding for Quantafuel's part of the investment. The project is by this fully funded.
- Danske Bank, Norwegian Branch, have acted as transaction adviser, while Wikborg Rein and Bech Bruun have acted as legal advisors to Quantafuel in connection with the transaction.
- KPMG Corporate Finance and KPMG Denmark acted as transaction and tax advisor, Niras as technical/market and ESG advisors, while Kromann Reumert acted as legal advisors to Eurazeo.

ABOUT EURAZEO

- Eurazeo is a leading global investment company, with a diversified portfolio of €32 billion in assets under management, including nearly €23.2 billion from third parties, invested in 530 companies. With its considerable private equity, venture capital, private debt as well as real estate and infrastructure asset expertise, Eurazeo accompanies companies of all sizes, supporting their development through the commitment of its nearly 360 professionals and by offering deep sector expertise, a gateway to global markets, and a responsible and stable foothold for transformational growth. Its solid institutional and family shareholder base, robust financial structure free of structural debt, and flexible investment horizon enable Eurazeo to support its companies over the long term.
- Eurazeo Transition Infrastructure Fund is managed by Eurazeo Infrastructure Partners
- Eurazeo has offices in Paris, New York, London, Frankfurt, Berlin, Milan, Madrid, Luxembourg, Shanghai, Seoul, Singapore and Sao Paulo.
- Eurazeo is listed on Euronext Paris.
- ISIN: FR0000121121 - Bloomberg: RF FP - Reuters: EURA.PA

ABOUT QUANTAFUEL

- Quantafuel is a market-leading technology-based recycling company upcycling waste plastics back into low-carbon synthetic oil products replacing virgin oil products. Quantafuel establishes, operates and owns dedicated plastic-to-liquid (PtL) plants and plans to establish several plants throughout Europe and beyond. EU's Green Deal requiring 50% recycling by 2025 is an important accelerator for plastic recycling. For Quantafuel this means more business opportunities and continued technology development. Quantafuel is 100% committed to contributing towards solving the global waste problem, and its employees are proud of being part of a company that is acting now.

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