



1 April 2020

ASX: IGE

Funding Update

Further to our announcement on 23 March 2020, the directors of Integrated Green Energy Solutions Limited ("IGES" or "the Company") are pleased to update the market on the funding status. It is clear that we make this announcement at a time of historic level of uncertainty when we have a situation that is extremely fluid and fast-changing across all businesses, markets and countries.

Market Impacts and Outlook as Identified Independently by GEP Fuel and Energy Indiana, LLC ("GEP") and Structured Growth Capital Inc. ("SGC")

Notwithstanding this uncertainty, both SGC and GEP remain committed and confident in terms of completing their contractual commitments with IGES. Their commitment remains despite the fall-out from the emergency measures aimed at containing the COVID-19 outbreak which is impacting business operations globally and despite the fact that forecasting is proving to be more difficult than ever in these uncertain times. The unprecedented deviations in market indices and stable commodities such as gold and oil have necessarily been an obstacle for both SGC and GEP. Indeed, oil has demonstrated significant negative fluctuations over a short timeframe, stemming from the COVID-19 pandemic. These market impacts have necessarily impacted underlying collateral levels and distorted the loan to value ("LTV") ratios fundamental to the funding requirements.

SGC and GEP have both researched the market independently and have both indicated that they are seeing some stabilisation as the information is being absorbed within the context of a longer-term outlook and more sensible market prices are now returning.

Brian Engel, the President of SGC stated: *"With the recent, unprecedented market changes, I take this opportunity to confirm again that SGC will complete its contractual commitments with IGES for the debt funding of US\$90 million. This commitment remains despite the fall-out from the emergency measures aimed at containing the COVID-19 outbreak which is impacting on a range of businesses, assets and markets..."*

GEP Forecast

On the basis that markets remain reasonably stable over the coming weeks GEP expects to conclude their funding transaction within the next 21 days so that cleared funds totalling US\$7.5 million will be available in the IGES bank account by Monday 27 April 2020.

This US\$7.5 million payment is an initial payment related to the agreed value for the purchase of 24 modules to be utilised at the Integrated Green Partners LLC ("IGP") site in Indiana. IGP is an entity jointly owned by GEP and IGES and at an IGP board meeting held in December 2019 it was agreed that the value of the 24 modules is US\$70 million and it was resolved to make an up-front payments totalling US\$39.6 million. The initial US\$7.5 million due on 27 April 2020 of the up-front component of US\$32.1 million is due on or before Monday 24 August 2020. The balance of the module amount of US\$30.4 million is due 30 days after delivery of the modules.

That is, the scheduled payment for the US\$70 million payment for the modules is:

- Monday 27 Apr 2020 US\$7.5 million
- Monday 24 Aug 2020 US\$32.1 million
- 30 days post-delivery US\$30.4 million

SGC Forecast

Brian Engel, the President of SGC has advised: *"...assuming a reasonable continuation of stabilization of major markets in the coming weeks, we expect that the first loan instalment will be paid in 30 days. It is anticipated also that thereafter 2 payments will be made per month over a 9-month period as per the loan agreement dated 7 June 2017, with the total loan amount at the end of that 9-month period being US\$90 million."*

The updated SGC loan payment schedule is therefore as follows:

Drawdown Schedule	
Date	US\$
30/04/2020	7,500,000
15/05/2020	7,500,000
30/05/2020	5,000,000
15/06/2020	5,000,000
30/06/2020	5,000,000
15/07/2020	5,000,000
30/07/2020	5,000,000
15/08/2020	5,000,000
30/08/2020	5,000,000
15/09/2020	5,000,000
30/09/2020	5,000,000
15/10/2020	5,000,000
30/10/2020	5,000,000
15/11/2020	5,000,000
30/11/2020	5,000,000
15/12/2020	5,000,000
30/12/2020	5,000,000
Total	US\$ 90,000,000

Other Funding

As previously advised, notwithstanding the confirmations, commitments and confidence from SGC and GEP, the Company continues to work on identifying and accessing additional sources of funds for the Company's 20 site global roll out plan and for future growth as we look to utilise its technology across the world and build shareholder value.

Utilisation of Funds

The SGC and GEP funds upon receipt will be in the first instance utilised to complete the Amsterdam project. IGES will also utilise these funds for ongoing company costs, and to progress the UK (Northampton) site and the Thailand site where the Company has full environmental permits to operate a plastic to fuel facility that produces 70 million litres pa of road ready fuel by processing 200 tonnes per day of end of life non-recyclable plastics. Finally, these funds will be used to progress the roll-out of the 20-site international expansion plan to take advantage of the opportunity to ensure territories reduce the level of end-of-life plastic waste and also build up their own reserves of domestically sourced, road-ready fuel. At the current time, IGES's pragmatic solution is needed more than ever across the globe and the Directors look forward to the contribution IGES can make to assisting with global issues whilst concurrently building shareholder value.

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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This announcement is authorised for release to the ASX by the Board of IGES.