



19 June 2020

ASX: IGE

Loan Repayment and Global Expansion Update

This announcement from the directors of Integrated Green Energy Solutions Ltd (“IGES” or “the Company”) is to provide the following update in relation to:

- Company loans received from unrelated party loans for working capital; and
- An update regarding international activities.

Loan Repayment Update

Over the last two years, the Company has put in place a number of loans (“Working Capital Loans”) with unrelated parties (“Lenders”) that were used to provide working capital funds to IGES in order to progress our various projects and initiatives. As outlined in the Company’s Appendix 4C announcement dated 16 June 2020, the amount and timing of the Working Capital Loans falling due can be summarised as follows:

- May - \$204,580;
- June - \$3,011,034;
- July - \$2,127,411

We are now working through a process with the Lenders regarding these Working Capital Loans to ensure a mutually beneficial outcome for all parties at a time when the COVID-19 crisis has necessarily impacted timelines and priorities.

That is, the Company is in the process of providing the various parties with the following options: cash pay-out; debt to equity; loan extension; or a combination of these three. All parties will be given 30 days to consider the option they choose to adopt.

Appropriate approvals for issuance of shares requested will be sought from shareholders, as and if required.

Once this process is complete, the market will be updated.

Global Expansion Update

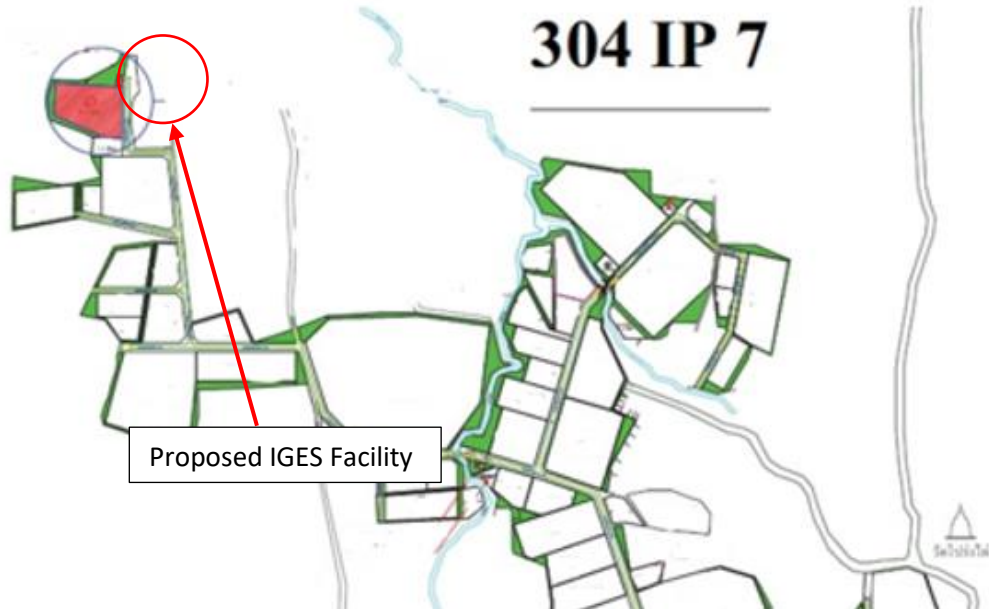
Though our key priority remains the completion and commissioning of the Amsterdam facility, the company remains committed to expanding its global platform once Amsterdam is producing fuel. Therefore, the following steps have been taken, when resources and time are available, in the context of the aforementioned priority.

Thailand

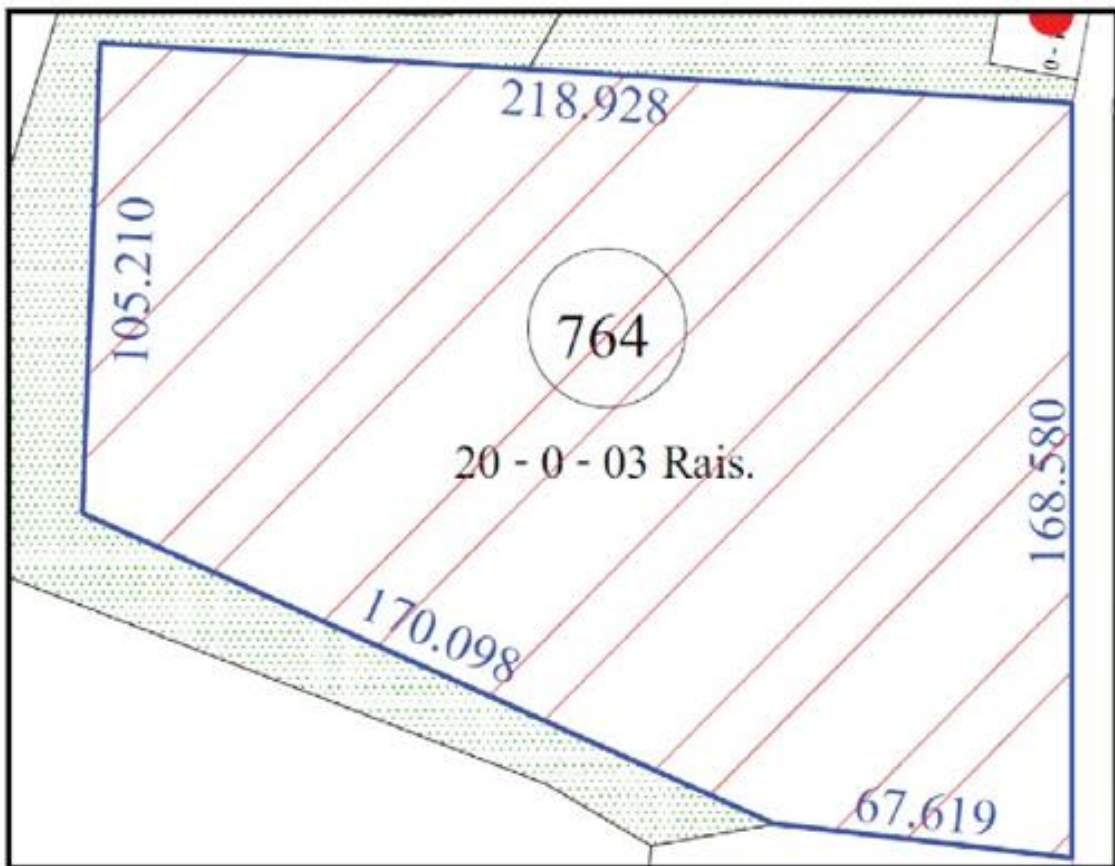
The Thailand Board of Investment (“BOI”) has granted IGES an extension to October 2020 under the approval certificate to manufacture fuel from waste for promotion under category 1.16.2 Manufacture of Fuel from Waste of the Investment Promotion Act.

This provides IGES additional time during the COVID-19 restrictions and under the BOI promotion certificate requirements to invest 233M Baht (A\$11.03 million) share capital into the IGES Thailand company for the purchase of the land and to develop the site at 304 Industrial Park in Prachinburi.

The project will see IGE Thailand establishing a 200 TPD site that will remove 66,000 tonnes per annum of end of life non-recyclable plastics from Thailand's landfills and waterways and produce 70 million litres of road ready fuel being produced, that meets the EN 590 diesel specification and EN 228 petrol specification.



Location of proposed Thailand site within 304 Industrial Park in Prachinburi



Proposed Thailand site

Germany

IGES has identified a suitable site for development in Thuringia Germany. After extensive consultation with The State Development Corporation of Thuringia (LEG), a site was shortlisted and selected for development in the Rudolstadt-Schwarza Industrial Park. The next step is to finalise the negotiations related to the Reservation Agreement for the site. These negotiations are well-progressed and expected to be finalised over the next 30 days.



Proposed site for IGES's Germany facility

The Industrial Park site is suitably located with other chemical companies and within local access of plastic feedstock suppliers who are in discussions to supply 200 TPD of non-recyclable plastics to the site. The site will remove 66,000 tonnes per annum of end of life non-recyclable plastics from German landfills and waterways and produce 70 million litres of road ready fuel being produced, that meets the EN 590 diesel specification and EN 228 petrol specification.

Amsterdam

Whilst IGES continues to focus on the completion of the 100TPD approved site in Amsterdam, as announced on 8 August 2018, the Company plans to increase capacity to 400TPD in the future. To this end, IGES has:

1. secured the rights via a lease and/or an option to lease the land that is required to construct the 400 TPD facility. The total land for the 400 TPD facility consists of an area of 19,348 m². The Company has secured an area of 13,524 m² which is under a direct lease and has an option over the remaining 5,824 m²;
2. Prepared detailed site drawings for the proposed facility; and
3. Liaised with the Amsterdam Competent Authority on the requirements of the proposed facility in terms of storage capacity for the road ready fuels to be produced, the concrete slab to be constructed for the production and storage areas and piling requirements.

This final phase for the Amsterdam facility is forecasted to occur within 2 years of initial operations at its licensed 100TPD capacity, IGES will apply for an amended permit through the Amsterdam Competent Authority via the uniform public procedure, which has a maximum application period of 32 weeks.

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.