



## **Veg of Lund has carried out a directed issue of units of approximately SEK 30 million and issues warrants to existing shareholders**

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This press release is an English version of the previously published Swedish version, which has interpretative preference.

**Veg of Lund AB (publ) ("Veg of Lund" or the "Company") hereby announces that the Company has carried out a directed issue of 295,000 units (the "Directed Issue"). One unit consists of three (3) shares and one (1) warrant of series TO1. The investors in the Directed Issue consists of a number of qualified investors, of which no individual investor constitutes a significant part of the Directed Issue. Additionally, the Company has resolved to issue and allot one (1) warrant of series TO1 to current shareholders for every twenty-three (23) shares held on the applicable record date.**

The board of directors of the Company has, based on the authorization given by the annual general meeting on 12 May 2021 and after the completion of the accelerated book-building procedure, resolved on and carried out the Directed Issue. The subscription price in the Directed Issue was set to SEK 102.00 per unit, corresponding to SEK 34.00 per share. The subscription price of SEK 34.00 per share corresponds to a discount of approximately 6.8 percent against the closing price on 25 August 2021. The warrants are issued free of charge. The Company will initially receive approximately SEK 30 million from the Directed Issue before deduction of transaction costs.

The board of directors of Veg of Lund assesses, given that the Directed Issue was carried out through an accelerated book-building procedure (conducted by Mangold Fondkommission AB), that the Directed Issue has been carried out in accordance with prevailing market conditions.

The rationale for deviating from the shareholders' pre-emption rights is to broaden the shareholder base, as well as the fact that a directed issue provides the opportunity to, at favorable terms, raise capital in a time- and cost-effective manner. This is in line with the assessment of the Company's board of directors that it is in the Company's and the shareholders' best interest to carry out an issue with deviation from the shareholders' pre-emption rights.

The Directed Issue entails an initial dilution of 7,29 percent of the number of shares and votes in the Company. Through the Directed Issue, the number of outstanding shares will increase by 885,000, from 11,261,256 to 12,146,256. The share capital will increase by SEK 56,640.000, from SEK 720,720.384 to SEK 777,360.384. The issue costs amount to approximately SEK 1.5 million.

### **Warrants to current shareholders in Veg of Lund**

In order to provide current shareholders with the opportunity to be compensated for the dilution arising from the Directed Issue, the board of directors in Veg of Lund has resolved to simultaneously issue 489,619 warrants of series TO1 (i.e. the same series as in the Directed Issue) to current

shareholders in the Company free of charge. The record date for receiving the free of charge warrants of series TO1 will be announced as soon as the warrants are registered at Bolagsverket. The shareholders of Veg of Lund will receive one (1) warrant of series TO1 for every twenty-three (23) shares held on the record date. Round down will be applied if necessary.

The investors that have participated in the Directed Issue will not receive their shares before the record date and will therefore not have the right to receive any warrants that are issued to the current shareholders.

#### **Terms and information regarding warrants of series TO1**

A total of 784,619 warrants of series TO1 are issued, where 295,000 are issued to investors in the Directed Issue and 489,619 are issued to current shareholders in the Company.

One (1) warrant of series TO1 gives the holder the right to subscribe for one (1) new share in Veg of Lund during the period from and including 25 February 2022, up to and including 10 March 2022 to a subscription price which will be established in accordance with the following:

70 percent of the volume weighted average price of the Company's share during the period from and including 10 February 2022, up to and including 23 February 2022. The subscription price shall however never be determined to an amount below the quotation value of the Company's share or to a higher amount than SEK 51.00.

Warrants of series TO1 will, upon full exercise, provide the Company additional funds of a maximum of approximately SEK 40 million, based on the maximum subscription price. The actual issue amount will depend on the finally established subscription price.

Upon full exercise of the warrants of series TO1, the dilution will amount to approximately 6.07 percent, calculated in proportion to the number of shares in the Company following the registration of the new shares of the Directed Issue. Upon full exercise of warrants of series TO1, the number of outstanding shares will increase by 784,619, from 12,146,256 to 12,930,875, and the share capital will increase by SEK 50,215.616, from SEK 777,360.384 to SEK 827,576.000.

#### *Advisor*

Mangold Fondkommission AB is the sole bookrunner and financial advisor and Fredersen Advokatbyrå is the legal advisor in connection with the Directed Issue.

#### **For more information, please contact:**

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*This information is such that Veg of Lund AB (publ) is obliged to make public pursuant to the EU Market Abuse Regulation. The information was submitted for publication, through the agency of the contact person set out above, on 25 August 2021, at 11:55 p.m. CEST.*

#### **About Veg of Lund**

Veg of Lund develops unique plant-based foods meeting consumers' demands for taste and sustainability. The company has roots in research at Lund University and owns patented methods

for developing new food categories in the fast-growing market for plant-based foods. Veg of Lund's climate-smart and tasty products are sold in Europe and Asia under the DUG® and MyFoodie® brands. The company's shares were listed on the Nasdaq First North Growth Market under ticker VOLAB. Read more at [ir.vegoflund.se](http://ir.vegoflund.se). Eminova Fondkommission AB is the company's Certified Adviser and can be contacted via telephone: +46 8 684 211 10 or e-mail: [adviser@eminova.se](mailto:adviser@eminova.se).

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#### **Forward-looking statements**

This press release contains forward-looking statements that reflect the Company's intentions, beliefs, or current expectations about and targets for the Company's future results of operations, financial condition, liquidity, performance, prospects, anticipated growth, strategies and opportunities and the markets in which the Company operates. Forward-looking statements are statements that are not historical facts and may be identified by words such as "believe", "expect", "anticipate", "intend", "may", "plan", "estimate", "will", "should", "could", "aim" or "might", or, in each case, their negative, or similar expressions. The forward-looking statements in this press release are based upon various assumptions, many of which are based, in turn, upon further assumptions. Although the Company believes that the expectations reflected in these forward-looking statements are reasonable, it can give no assurances that they will materialize or prove to be correct. Because these statements are based on assumptions or estimates and are subject to risks and uncertainties, the actual results or outcome could differ materially from those set out in the forward-looking statements as a result of many factors. Such risks, uncertainties, contingencies and other important factors could cause actual events to differ materially from the expectations expressed or implied in this release by such forward-looking statements. The Company does not guarantee that the assumptions underlying the forward-looking statements in this press release are free from errors nor does it accept any responsibility for the future accuracy of the opinions expressed in this press release or any obligation to update or revise the statements in this press release to reflect subsequent events. Undue reliance should not be placed on the forward-looking statements in this press release. The information, opinions and forward-looking statements contained in this press release speak only as at its date and are subject to change without notice. The Company does not undertake any obligation to review, update, confirm or to release publicly any revisions to any forward-looking statements to reflect events that occur or circumstances that arise in relation to the content of this press release, unless required by law or Nasdaq First North Growth Market regulations.