



ASX Announcement

5th September 2024

DELOREAN \$30M CORPORATE LENDING FACILITY WITH TANARRA GROUP SUCCESSFULLY REACHES FINANCIAL INVESTMENT DECISION

HIGHLIGHTS:

- On 28th August 2024 Delorean announced that it had executed a binding Term Sheet with Tanarra Restructuring Partners (“Tanarra”), part of the broader Tanarra Group, for the provision of a 3-year term corporate finance facility package of up to \$30m.
- Delorean now confirms that Tanarra has successfully reached Financial Investment Decision on the facility.
- The parties have agreed and executed the core binding long-form agreements which underpin the facility, being a Facility Agreement and Options Deed, with procedural legal documents being the only remaining conditions precedent to financial close.
- Financial Close remains on track for mid-September 2024.
- The Tanarra facilities will enable Delorean to commence construction of the first of its shovel-ready build, own, operate bioenergy infrastructure projects, which has the potential to add significant shareholder value.
- The funds are to be deployed to fund construction of the SA1 Project, expected to commence in Q4 2024 subject to Delorean’s Final Investment Decision.
- Tanarra’s Equity Options associated with the facility are to be voluntarily escrowed for 12 months from financial close.

Delorean Corporation Limited (ASX: DEL) (“Delorean” or “the Company”) is pleased to announce that it has executed a binding Facility Agreement and Options Deed for the provision of a 3-year term corporate finance facility package of up to \$30m, with procedural documents being the only remaining conditions precedent to financial close.

The execution of these agreements represents a Financial Investment Decision on the facility.

Financial Close on the facility remains on track for mid-September 2024.

On 28th August 2024 Delorean announced that it had executed a binding Term Sheet with Tanarra Restructuring Partners (“Tanarra”), part of the broader Tanarra Group, for the provision of a 3-year term corporate finance facility package of up to \$30m.

Details of that facility are contained in the 28th August 2024 announcement.

The corporate facility will be deployed in two tranches as follows:

- Facility A: \$5m towards working capital including refinancing and redeeming Delorean's existing convertible notes to settle the Company's liability and discharge of associated securities.
- Facility B: \$25m to fund Delorean's capital contributions to the SA1 project enabling this project to commence construction, subject to Delorean's Final Investment Decision. Within the 3-year term, this Facility B can be redeployed into Delorean's existing follow-on development projects, subject to refinancing the SA1 project post-construction around December 2025.

The facility represents a critical step for Delorean, in that it unlocks the construction of Delorean's shovel-ready build/own/operate bioenergy projects SA1 and VIC1 and allows for reinvestment of the facility to also build the Company's near-term infrastructure project pipeline.

As part of the material debt contribution, Tanarra will be entitled to 23,968,991 Equity Options (being 10% of Delorean's issued capital on a fully diluted basis) on financial close of the facility issued at a strike price per share equal to the *higher* of:

- A 15% premium to the volume weighted average price for the 7 trading days prior to financial close, or
- Floor price of 6.8c per DEL share.

The options will be valid for 4 years from issue and exercisable at any time by the financier, and subject to issue under Delorean's available placement capacity.

Tanarra's Equity Options are to be voluntarily escrowed for 12 months from financial close.

Under Delorean's build, own, operate strategy, the company expects to see significant value unlocked, particularly upon completion of SA1 construction through to operation at full capacity, expected in Q1 2026. The company also expects to refinance the Tanarra construction facility in full at the 3-year maturity, with terms in line with typical longer-term project financing solutions.

SA1 Edinburgh Parks Bioenergy Plant

The SA1 bioenergy plant is 100% Delorean Corporation owned and strategically located in the Northern Adelaide Food Park in Edinburgh Parks (metropolitan Adelaide) in South Australia on land owned by Delorean. The project is construction ready. Stage 1 of the project will process 70,000 tonnes per annum of organic waste streams for the nominal production of up to 210 TJ per annum of renewable natural gas (biomethane) exported to the gas network. In Stage 2 (future expansion), there is the potential for extension to 125,000 tonnes per annum under the current development approval.



VIC1 Stanhope Bioenergy Plant

This bioenergy plant in Stanhope, Victoria is 90% Delorean Corporation owned. In Stage 1, the project will process up to 54,000 tonnes per annum of organic and agricultural waste streams for the generation of 1.2MW baseload renewable electricity exported to the grid. In Stage 2 (future expansion), there is the potential for extension to 71,000 tonnes per annum and upgrade to renewable natural gas exported to the grid.

About Tanarra Group

Tanarra Group is one of Australia's leading independent alternative asset investment firms with operations in Australia, New Zealand and Asia, led by well-known investor and business figure John Wylie. The Tanarra Group currently has funds in excess of AUD \$3.5 billion under management and mandates from some of the leading superannuation funds in Australia. Tanarra's activities cover a range of alternative asset classes including PE-style investing in public companies, growth private equity, venture capital, private credit and hybrid special situations investments.

Tanarra Restructuring Partners ("TRP") is jointly owned by Tanarra Group and TRP management. TRP is a credit special situation investor which manages over \$200 million in committed funds. TRP focuses on investing growth capital to create value in attractive and robust businesses that have complex financing requirements. TRP has a particular focus on investing in and partnering with high quality organisations to drive long term operational performance and value creation through active management and strategic involvement in its portfolio companies.

The Company, in conjunction with its advisors, is continuing to assess and progress potential financing options for the wider development portfolio.

Authorised on behalf of the Delorean Corporation Board of Directors by Hamish Jolly, Executive Chair.

For more information/interview please contact:

Joseph Oliver, Managing Director

Delorean Corporation Ltd

+61 (0) 8 6147 7575

info@deloreancorporation.com.au

About Delorean Corporation Limited

Delorean Corporation is a leading Australian bioenergy company. Delorean specialises in the design, build, ownership, and management of bioenergy infrastructure. In addition to bioenergy power and renewable gas generation, Delorean also operates in the energy retail market. Delorean Corporation is a



vertically integrated company positioned in two high growth industries; renewable energy and waste management.

Delorean Corporation comprises an Engineering Division, Infrastructure Division, and Energy Retail Division. Through these divisions Delorean Corporation has the inhouse capability to deliver bioenergy projects across the full lifecycle, from project conception to completion, processing organic waste, generating renewable energy, and monetising the sale of green electricity, heat, and gas.

DEL's projects produce renewable energy whilst reducing the volume of organic waste going to landfill, utilising a model that generates multiple revenue streams.

For personal use only