

To the creditors of Nynas AB subject
to the composition proposal

Stockholm on 25 November 2020

REGARDING SECURITY FOR CREDITORS SUBJECT TO THE COMPOSITION PROPOSAL OF NYNAS AB

General information

We refer to the composition proposal dated 26 October 2020 that Nynas AB (“**Nynas**”) has circulated to its creditors.

Nynas has achieved a very high degree of support for the composition proposal. Our assessment is thus that the composition proposal will be adopted and voted in favour for at the composition hearing on 30 November 2020.

A sufficient majority, in number of creditors, has already been achieved through submitted powers of attorney. The large creditors, representing the majority of Nynas’s liabilities, being Skandinaviska Enskilda Banken AB (publ), Deutsche Bank AG, Burlington Loan Management DAC, Foxford Capital L5 DAC, och GPB Energy Services B.V., will, in addition to accepting the proposed composition, also make further additional special concessions. The abovementioned creditors are referred to as the “**Main Creditors**” in the following.

Our assessment is that the Main Creditors will give and confirm these additional concessions prior to the composition hearing at the District Court of Södertörn on 30 November 2020.

Regarding security for creditors with claims exceeding 100,000 SEK

After the district court’s decision to confirm the composition has become legally binding, Nynas will make a first payment of up to 100,000 SEK to each creditor, or such lower amount that the individual creditor’s claim amounts to. Creditors with claims exceeding 100,000 SEK (excluding the Main Creditors) will be paid in full within 12 months from the district court’s decision to confirm the composition becoming legally binding.

A creditor that has a claim exceeding 100,000 SEK and thus remains as a creditor after the first payment is referred to as a “**Supplier**” in the following. You are receiving this letter in your capacity as a Supplier.

As mentioned in the composition proposal, a Supplier will be offered security in Nynas’s assets for the due payment of the composition (the “**Security Package**”). The Security Package will mainly consist of a floating charge, mortgages and pledges of shares in material subsidiaries.

The Main Creditors will receive part of the same Security Package. Suppliers and the Main Creditors will have a security interest with equal rights to the Security Package proportional to their claims.

Extensive efforts are currently being undertaken to document the necessary agreements required in order for the Main Creditors and the Suppliers to receive a security interest in the Security Package.

After the composition has been adopted, Nynas might take up new loans for working capital purposes or similar. Lenders of such working capital or similar might, as security for such new loans, receive a security interest in the Security Package with equal or better right than the Main Creditors and the Suppliers.

Suppliers interested in taking part of the Security Package and thereby receiving a security interest for their claim on Nynas will be offered to ability to submit a power of attorney to the administrators in order to accede the Supplier to the agreement between Nynas and the Main Creditors regarding a security interest in the Security Package. The relevant agreements are certain **Security Agreements** and one **Intercreditor Agreement**. The **Security Agreements** are entered into by Nynas and a security agent, which represents both the Main Creditors and the Suppliers that are taking part in the Security Package. The Intercreditor Agreement is entered into between Nynas, the security agent, the Suppliers and the Main Creditors.

A Supplier must accede to the Intercreditor Agreement in order to receive a security interest for their claim.

There is no cost associated with accession by the Suppliers to the Intercreditor Agreement. A Supplier wishing to take part in the Security Package does therefore not risk incurring any costs. Nynas will bear any and all costs associated with the Security Package and the security agent.

Suppliers are not required to take any actions as part of acceding to the Security Package with the exception of submitting a power of attorney to the administrators. If the Security Package is enforced for payment of the composition, Suppliers that have submitted a power of attorney and thereby takes part in the Security Package will be paid from the Security Package proportionally to that Supplier's claim.

The undersigned will on 1 December 2020, i.e. the day after the composition hearing, circulate a power of attorney together with more detailed information regarding the Security Package to all Suppliers. Through the power of attorney, you will give us, the administrators, the power to, on your behalf, accede to the Intercreditor Agreement, through which you will take part of the Security Package.

In order to take part of the Security Package, the power of attorney must be returned to us, in original, on 16 December 2020, at the latest. Additional information regarding where the power of attorney should be sent, etc., will be conveyed on 1 December 2020.

As above,


Mikael Kubu


Lars Eric Gustafsson