

ESPI Current Report

Number: 14/2023
Date of preparation: 30 March 2023
Company: XTPL S.A., a joint stock company with its registered office in Wrocław

Title:

The Company completes key elements of the fourth stage of the technology phase under the agreement with Nano Dimension Ltd.

Legal basis: Article 17(1) MAR – inside information

Contents of the Report:

With reference to Current Report No. 3/2022 of 10 January 2022 concerning a cooperation agreement ["Agreement"] signed with Nano Dimension Ltd. ["Nano Dimension", "Client"] and Current Reports No. 10/2022 of 11 April 2022 and No. 22/2022 of 13 July 2022 and Current Reports No. 35/2022 of 15 November 2022, the Management Board of XTPL S.A. ["Issuer", "Company", "XTPL"] informs that on 29 March 2023, the parties to the Agreement agreed that the key elements of the fourth stage of development works as part of the technological phase of the activities specified in the Agreement were successfully implemented. The parties agreed that accepting the key works at this stage triggers the payment for the Company in the amount corresponding to the completed elements and in accordance with their valuation. Revenues from this will be recognized in the first quarter of 2023 and will significantly affect the financial results in this period.

The parties also agreed to continue work on the remaining elements of the fourth stage of research and development in accordance with the Agreement and began jointly defining subsequent phases of commercial cooperation, including further orders to develop a method for producing a special formulation of electrically conductive ink for industrial use in the Customer's products dedicated for the production of PCBs.

The Issuer's Management Board has decided that the completion of the above stage of work is inside information due to its significant value in the context of the Company's current business and its future development. Establishment of the Issuer's cooperation and performance of the Agreement with the industrial partner in the nanoinks business line is also testament to the continued commercialization potential of the XTPL technology, which in the longer perspective may support its implementation on the production lines of other global players in the market of modern electronics.

The cooperation also confirms the Issuer's ability to generate revenues from the sale of products customized to the needs of individual clients, based on an advanced, proprietary technology of producing nanomaterials dedicated to the next generation electronics industry.

Accordingly, in the Management Board's opinion, the information on achievement of the stated milestone under the Agreement meets the criteria of inside information within the meaning of Article 7(1) MAR.

Signatures of Company's representatives:

Jacek Olszański
MANAGEMENT BOARD MEMBER